

# MARKET BULLETIN

REF: Y5026

<b>Title</b>	Q3 2016 QMR – major losses, exchange rates and instructions.
<b>Purpose</b>	To provide managing agents with information required for the completion of the Q3 2016 Quarterly Monitoring Returns including the list of major losses to be reported, suggested exchange rates and confirmation of the instructions.
<b>Type</b>	Scheduled
<b>From</b>	Robert Smith, Manager, UK Reporting, Market Finance Contact details: 020 7327 5459 <a href="mailto:robert.smith@lloyds.com">robert.smith@lloyds.com</a>
<b>Date</b>	3 October 2016
<b>Deadline</b>	QMA – 2:00pm Thursday 10 November 2016 QMB – 2:00pm Thursday 10 November 2016

## Related links

This bulletin provides:

- (a) the list of major losses to be reported in QMA800u (see Appendix 1);
- (b) suggested exchange rates (see Appendix 2);
- (c) other information relevant to the completion of the Q3 2016 Quarterly Monitoring Return; and
- (d) key deadlines for the Q4 2016 year-end returns and for returns at Q1 to Q3 2017; and
- (e) contact details.

## Deadlines

The submission dates are as noted above. Both returns must be submitted by no later than 2:00pm of the deadline date.

The 2014 and 2015 forecasts as a percentage of capacity will be released to the Stock Exchange and included on Lloyds.com on Wednesday 16 November.

## QMA forms, instructions and software

There are no changes to the software for the Q3 2016 QMA returns, and the instructions remain "2016 version 1.0". The instructions are available on the QMA home page on the CMR site.

**Key deadlines for the Q4 2016 year-end returns and other returns at Q1 to Q3 2017**

The deadlines for the coming year-end and the first three quarters of 2017 are set out in Appendix 3. Agents should note that the list includes the February 2 deadline for the Q4 2016 QSR and QAD and the 6 April deadline for the year-end pillar 3 returns. Furthermore, the Q1 to Q3 QSR and QAD deadlines are accelerated by a week for 2017 compared to 2016 as is the deadline for the TPD.

**Contacts**

Reporting performance issues (not validation or content issues)

We would encourage all agents to report any issues they have with the performance of the software and accessing the systems as soon as they arise. This will enable the IT help desk to resolve the issue earlier in the process, monitor service levels in real time, and respond quickly as issues emerge. The contacts e-mail is [itcustomersupport@lloyds.com](mailto:itcustomersupport@lloyds.com) or call 020 7327 5333.

General queries

Any queries on the returns should be submitted via e-mail to

<b>Return</b>	<b>Department</b>	<b>E-mail</b>
QMA	Market Finance	<a href="mailto:lloyds-MRD-ReturnQueries@lloyds.com">lloyds-MRD-ReturnQueries@lloyds.com</a>
QMB	Performance Management	<a href="mailto:Lloyds-QMBReturns@lloyds.com">Lloyds-QMBReturns@lloyds.com</a>

This bulletin is being sent to the compliance officers and finance directors of all managing agents.

Robert Smith

## Major losses

The XIS catastrophe codes which must be reported in the Q3 2016 QMA800u are:

1	10E	Transocean MODU Deepwater Horizon	22 April 2010
2	10P	New Zealand Earthquake	4 September 2010
3	11C	New Zealand Earthquake	22 February 2011
4	11N	Losses arising from New Zealand earthquake at Sumner	13 June 2011
5	12A	Claims arising from the grounding of the Costa Concordia	13 January 2012
6	12J	Hurricane Sandy from Caribbean and ongoing	24 October 2012
7	13A	Cyclone Oswald affecting Queensland and New South Wales, Australia.	27 to 29 January 2013
8	13F	Flooding following heavy rain in Alberta	20 June 2013
9	13G	Asiana Airways 777-200ER crash landing at San Francisco	6 July 2013
10	13K	SK Hynix Semiconductor Loss	4 September 2013
11	14A	Malaysian Airlines Loss of B777-200ER, 9M-MRO	8 March 2014
12	14B	Attacks on Tripoli airport	From 13 July 2014
13	14D	Hurricane Odile	13 to 19 Sept. 2014
14	14F	Brisbane and South-East Queensland Storm	27 to 28 Nov. 2014
15	14G	Loss of Air Asia QZ8501 over the Java sea,	28 December 2014
16	15A	Loss of Germanwings Flight 9525 over the French Alps	24 March 2015
17	15D	Warehouse explosions in Tianjin	12 August 2015
18	15E	South Carolina Wildfires	9 September 2015
19	15F	Valley fire in Lake, Napa and Sonoma counties	12 September 2015
20	15G	South Carolina Floods	October 2015
21	15J	Southern India Flooding	Nov/Dec 2015
22	15K	Samarco dam burst, Brazil	5 November 2015
23	15L	Storm Eva	22/12/2015
24	15M	Storm Frank	29/12/2015
25	MADO	Collapse of Madoff Investment Securities LLC	-
26	SUBS	Losses arising from sub prime	-
27	PEMX	Losses arising from the fire at Pemex's Abkatun A-Permanente platform	01/4/2015
28	15ZD	Fire and Explosion on FPSO Cidade De Sao Mateus	11/02/2015
29	15ZJ	Chevron Bigfoot	29/05/2015
30	15ZI	Troll Solution	05/05/2015
31	16A	Brussels explosions	22/03/16
32	16B	Japan, Kumamoto earthquake	14 to 16 April 2016
33	16C	Ecuador Earthquake	16 April 2016
34	16D	Wildfire – Fort McMurray, Alberta, Canada	1 May 2016 & ongoing
35	16E	Flooding hail and wind damage in Texas & Florida	10 to 15 April 2016
36	16F	Typhoon Nepartak (Butchoy) south of Guam	3 to 10 July 2016
37	16G	Flooding in Louisiana, USA	12 August 2016 to -
38	16H	Blue Cut wildfire, San Bernadino, California, USA	16 August 2016 -
39	16K	Typhoon Mernati (known as Ferdie in the Philippines)	8-17 Sept 2016

40	AMOS	Loss of the AMOS-6 satellite	1 Sept 2016
41	MFP	Losses arising from Panama papers	3 April 2016

As noted in section 2.24 to the current QMA instructions, if a 2016 event receives a loss code after this bulletin has been published, notification that the event is required in the QMA800u will be made through inclusion in the FAQs.

Agents are reminded that if they have any major loss to be reported on QMA800u that does not have an XIS catastrophe code they need to ensure that the loss has been allocated a major loss code. Any agent wishing to request a new major loss code should send an e-mail to the Lloyd's-MRD-ReturnQueries address and the relevant procedures and template will be provided by return. The deadline for submission of requests for new major loss codes to Market Finance is Friday 21 October 2016.

**Major loss codes**

Major loss codes assigned for 2016 to date are:

1	16ZA	Empresas Publicas de Medellin	15 February 2016
2	16ZB	Fatality	16 February 2016
3	16ZC	FPSO Kwame Nkrumah	11 February 2016
4	16ZD	EgyptAir	19 May 2016
5	16ZE	Collision. Ship declared CTL. Claim for hull value	9 May 2016
6	16ZF	Earthquake damage to warehouse & contents	6 February 2016
7	16ZG	Ship declared CTL following grounding. Claim for hull value	20 April 2016
8	16ZH	SIC Insurance Co Ltd - Q171/Tullow Oil - Jubilee Field turret bearing	9 March 2016
9	16ZJ	Major explosion at Clorados III Plant	20 April 2016
10	16ZK	My Lotto 24 Special	14 May 2016

**Please note:**

Major loss codes relating to 2015 and prior are still maintained in the database. Syndicates are asked to report on major losses in accordance with the QMA800u instructions.

## Rates of Exchange

The settlement currency rates as at 30 September 2016 (balance sheet), and average currency rates (profit and loss account) for the nine months to 30 September 2016 are as follows (to the £):

	Accounts etc		GQD
	Period end	Average	In-quarter average*
US dollars	1.30	1.39	1.31
Canadian dollars	1.71	1.84	1.71
Euro	1.16	1.25	1.18
Australian dollar	1.70	1.88	1.73
Danish krone	8.61	9.29	8.75
Hong Kong dollar	10.08	10.80	10.18
Japanese yen	131.59	151.14	134.39
New Zealand dollar	1.79	2.01	1.82
Norwegian krone	10.38	11.70	10.93
Singapore dollar	1.77	1.91	1.78
South African rand	17.87	20.84	18.45
Swedish krona	11.12	11.69	11.19
Swiss franc	1.26	1.36	1.28

It is not a requirement that the above rates are used in your QMR submission but they may be used in the absence of another source for these indices.

\* All original currencies that are reported in the GQD under 'currency code' OTH should be converted to Sterling either at the rates of exchange suggested by Lloyd's in this Market Bulletin or at the agent's chosen exchange rates (bearing in mind that outstanding claims should be converted at period-end spot rates).

## Appendix 3

## Deadlines for the 31 December 2016 year-end returns and Q1 to Q3 2017 returns

Activity	2017 deadlines	2016 deadlines
Agents to submit Q4 2016 GQD	Tues 10 January	Tues 12 January
Agents to submit Q4 2016 QSR & QAD <b>New</b>	Thurs 2 February	N/A
Agents to submit amended electronic Canadian packs	Monday 6 February	Fri 5 February
Agents to submit amended electronic US situs packs, schedule F&P packs, and associated statutory statements of actuarial opinion	Tue 14 February	Fri 12 February
Agents to submit audited 31.12.2016 QMA, Worldwide SAO (non-life syndicates) and, for life syndicates, the opinion and abstract of report as specified in the Lloyd's Valuation of Liabilities Rules.	Thurs 16 February	Thurs 18 February
Agents to submit final signed and notarised reporting packs including schedules F&P	Fri 17 February	Weds 17 February
Agents to submit 31.12.2016 QMB	Thurs 23 February	Thurs 25 February
Agents to submit audited 31.12.2016 QMC	Thurs 2 March	Thurs 3 March
Agents to submit 31.12.2016 syndicate annual report and accounts together with agent and auditor confirmation of agreement with QMA	Tues 21 March	Tues 17 March
Agents submit underwriting year accounts to Lloyd's together with PDFs of annual and underwriting year accounts	Weds 22 March	Tues 24 March
Agents to submit 31.12.2016 TPD	Thurs 23 March	Thurs 31 March
Lloyd's Annual Report approved by Council	Wed 29 March	Wed 23 March
Agents send annual and underwriting year accounts to members	Fri 31 March	Thurs 31 March
Agents to submit report supporting the US and Worldwide SAOs	Thurs 30 March	Thurs 31 March
Agents to submit 31.12.2016 AAD, ASR, ASB <sup>#</sup> & NST <sup>#</sup>	Thurs 06 April	N/A

<sup>#</sup> ASB = Annual Solvency Return Part B and NST = National Specific Templates

**Other 2017 dates for GQD, LCR, QAD, QMA, QMB, QMC & QSR**

<b>Activity</b>	<b>2017 deadlines</b>	<b>2016 deadlines</b>
Mid-Year 2017 LCR <i>(where material change has occurred since the agreed November position)</i>	Thursday 2 March	Thurs 3 March
Agents to submit Q1 2017 GQD	Tues 11 April	Tues 12 April
Agents to submit Q1 2017 QSR & QAD	Friday 28 April	Thurs 5 May
Agents to submit Q1 2017 QMA & QMB	Thurs 11 May	Thurs 12 May
Optional Provisional 2018 LCR	Thursday 6 July (optional)(TBC)	Wednesday 6 July (optional)
Agents to submit Q2 2017 GQD	Tues 11 July	Tues 12 July
Agents to submit Q2 2017 QSR & QAD	Friday 28 July	Fri 5 August
Agents to submit unaudited Q2 2017 QMA & QMB	Thursday 03 August	Mon 08 August
Agents to submit audited Q2 2017 QMA	Thursday 17 August	Thurs 18 August
Agents to submit audited Q2 2017 QMC	Thursday 31 August	Thurs 1 September
2018 LCR – All syndicates	Tuesday 12 September	Tues 13 September
Agents to submit Q3 2017 GQD	Tues 10 October	Tues 11 October
Agents to submit Q3 2017 QSR & QAD	Friday 27 October	Thurs 3 November
Agents to submit Q3 2017 QMA & QMB	Thurs 9 November	Thurs 10 November