

MARKET BULLETIN

REF: Y5053

Title	2016 year end returns.
Purpose	To provide managing agents with information required for the completion of the 2016 year end QMA, QMB, QMC and Pillar 3 returns including the list of major losses to be reported, suggested exchange rates and confirmation of the instructions.
Type	Scheduled
From	Robert Smith, Manager, UK Reporting, Market Finance Contact details: 020 7327 5459 robert.smith@lloyds.com
Date	3 January 2017
Deadline	See table below

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 Q4 2016 Quarterly Monitoring Return; and
- (d) contact details.

Deadlines

The submission dates for the returns as at 31 December 2016 relevant to this bulletin are as noted in the following table:

QSR	2:00pm Thursday 2 February 2017	Unaudited
QAD	2:00pm Thursday 2 February 2017	Unaudited
QMA*	2:00pm Thursday 16 February 2017	Audited
QMB	2:00pm Thursday 23 February 2017	Unaudited
QMC	2:00pm Thursday 2 March 2017	Audited – partly
Syndicate Annual Accounts	2:00pm Thursday 21 March 2017	Audited
ASR	2:00pm Thursday 6 April 2017	Audited – partly
ASB	2:00pm Thursday 6 April 2017	Unaudited
AAD	2:00pm Thursday 6 April 2017	Unaudited
NSTs	2:00pm Thursday 6 April 2017	Unaudited

*The 2014 results and 2015 forecasts as a percentage of capacity will be released to the Stock Exchange and included on Lloyds.com on Thursday 30 March.

The year-end timetable for the completion of the market results is very tight and it is important that syndicate returns and annual accounts are submitted by their respective deadlines. We will take action against agents submitting late returns and / or accounts. Agents should bear this in mind when planning, not just the completion of the return, but also the audit and approval processes, including the timing of board meetings.

QMA forms, instructions

The instructions for the Q4 2016 QMA are available for download from the QMA homepage: the relevant version of the instructions is “2016 version 2.2”. If you would like a “tracked change” version of the instructions, please e-mail Market Reporting (lloyds-MRD-ReturnQueries@lloyds.com). The main change since the last version was issued to managing agents is on form QMA114. FAQs will be loaded to the QMA home page by close of play on each Friday, starting Friday 6 January.

Software

The software for the Q4 2016 QMA is scheduled to be promoted to the Production environment in the week beginning 9 January.

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 or call 020 7327 5333.

General queries

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

Return	Department	E-mail
QMA	Market Finance	lloyds-MRD-ReturnQueries@lloyds.com
QMB	Performance Management	Lloyds-QMBReturns@lloyds.com
QMC	Market Finance	Lloyds-SolvencyReturns@lloyds.com
QSR/QAD	Market Finance	Lloyds-SolvencyReturns@lloyds.com
ASR/ASB/ AAD/NSTs	Market Finance	Lloyds-SolvencyReturns@lloyds.com

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	16J	Tropical storm/Hurricane Hermine	2 to 6 Sept 2016

40	16K	Typhoon Mernati (known as Ferdie in the Philippines)	8-17 Sept 2016
41	16L#	Hurricane Matthew (irrespective of state)	29 Sept 2016
42	16M	Hurricane Nicole	4 October 2016
43	16N	New Zealand earthquake, South Island near Hammer Springs	14 November 2016
44	16P	Gatlinburg Wildfire (Chimney Tops 2) Tennessee	23 November 2016
45	AMOS	Loss of the AMOS-6 satellite	1 Sept 2016
46	BCSE	Losses arising from anti-trust claims against Blue Cross Association	23 December 2016
47	FPSO	Losses arising from Kwame Nkrumah in the jubilee oil field	20 March to 31 Dec 16
48	HANJ	Losses arising from bankruptcy protection filing of Hanjin Shipping Corporation	1 Jan 2016
49	HUSK	Losses arising from the Husky energy oil spill in Saskatchewan	21 July 2016
50	MFP	Losses arising from Panama papers	3 April 2016
51	MOPU	Losses arising from scrapping of YME MOPUstor project	13 December 2016

#16L – A number of state level codes were also issued for Hurricane Matthew but for the purposes of the QMA800, all losses relating to the storm, wherever located, should be reported under the single code of 16L.

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 – syndicate specific	16 February 2016
3	16ZC	Use code “FPSO”	
4	16ZD	EgyptAir Flight MS804	19 May 2016
5	16ZE	Container ship collision off Ningbo in China	9 May 2016
6	16ZF	Taiwan earthquake damage to warehouse & contents	6 February 2016
7	16ZG	“Nova Cura” grounding off Lesbos	20 April 2016
8	16ZH	Use code “FPSO”	
9	16ZJ	Major explosion at Clorados III Plant	20 April 2016
10	16ZK	My Lotto 24 Special	14 May 2016
11	16ZL	Alleged fraudulent concealment & negligence	15 June 2016
12	16ZM	MV Pemba collision with quay, Den Helder, Netherlands	28 June 2016
13	16ZN	Collision damage to 3 ships and berth at Valletta	09 August 2016
14	16ZP	Flood damage to mines at Santiago - Property damage	17 April 2016
15	16ZQ	Cargo salvage costs following “Siteam Anja” grounding off	17 May 2016

		Montevideo	
16	16ZR	STENA ICEMAX - Damage to riser/LMRP after controlled disconnect owing to heavy weather	05 March 2016
17	16ZS	CENAC MARINE - excess P&I arising from vessel striking valerodock 1,2 and 4 - USA	31 January 2016
18	16ZT	Collapse of Didcot A power station.	23 February 2016
19	16ZU	CAT 1625 Hail storm damage to multiple locations USA	12 April 2016
20	16ZV	Fire broke out at Dominion Diamond Corporation's Etaki mine	27 July 2016
21	16ZW	Explosion at a factory in Ugine, France.	13 July 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 31 December 2016 (balance sheet), and average currency rates (profit and loss account) for the calendar year to 31 December 2016 are as follows (to the £):

	Accounts etc		GQD
	Period end	Average	In-quarter average*
US dollars	1.24	1.35	1.24
Canadian dollars	1.66	1.79	1.66
Euro	1.17	1.22	1.15
Australian dollar	1.71	1.82	1.66
Danish krone	8.71	9.11	8.57
Hong Kong dollar	9.59	10.51	9.63
Japanese yen	144.20	147.33	135.83
New Zealand dollar	1.77	1.95	1.75
Norwegian krone	10.64	11.38	10.41
Singapore dollar	1.79	1.87	1.75
South African rand	16.91	19.95	17.28
Swedish krona	11.23	11.58	11.24
Swiss franc	1.26	1.33	1.24

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).