

MARKET BULLETIN

REF: Y5081

Title	Q1 2017 QMR – major losses, exchange rates and instructions year end returns.
Purpose	To provide managing agents with information required for the completion of the Q1 2017 Quarterly Monitoring Returns including the list of major losses to be reported, suggested exchange rates and confirmation of the instructions.
Type	Scheduled
From	Jake Tomlin, Manager, UK Reporting, Market Finance Contact details: 020 7327 6581 jake.tomlin@lloyds.com
Date	3 April 2017
Deadline	QMA & QMB – 5:00pm Thursday 11 May 2017
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 Q1 2017 Quarterly Monitoring Return; and
- (d) contact details.

Deadlines

The submission dates are as noted above. Both returns must be submitted by no later than 5:00pm of the deadline date. Any return submitted after that time will be considered to be late. The 2015 and 2016 forecasts as a percentage of capacity will be released to the Stock Exchange and included on Lloyds.com on Wednesday 17 May 2017.

QMA forms, instructions

The instructions for the Q1 2017 QMA have not been changed from those issued for the Q4 2016 return, i.e. they remain as “2016 version 2.0”.

Please note that forms QMA212u and QMA219u must be completed at Q1 2017 but that they will be deleted for the Q2 2017 return and onwards.

Software

The software for the Q1 2017 QMA is available in the Production environment.

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 contact 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
QSR/QAD	Market Finance	Lloyds-SolvencyReturns@lloyds.com

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

Jake Tomlin

Appendix 1

Major losses

The XIS catastrophe codes which must be reported in the Q1 2017 QMA800u are:

1	10P	New Zealand Earthquake	4 September 2010
2	11C	New Zealand Earthquake	22 February 2011
3	11N	Losses arising from New Zealand earthquake at Sumner	13 June 2011
4	12J	Hurricane Sandy from Caribbean and ongoing	24 October 2012
5	13A	Cyclone Oswald affecting Queensland and New South Wales, Australia.	27 to 29 January 2013
6	13F	Flooding following heavy rain in Alberta	20 June 2013
7	14A	Malaysian Airlines Loss of B777-200ER, 9M-MRO	8 March 2014
8	14D	Hurricane Odile	13 to 19 Sept. 2014
9	14F	Brisbane and South-East Queensland Storm	27 to 28 Nov. 2014
10	15A	Loss of Germanwings Flight 9525 over the French Alps	24 March 2015
11	15D	Warehouse explosions in Tianjin	12 August 2015
12	15K	Samarco dam burst, Brazil	5 November 2015
13	MADO	Collapse of Madoff Investment Securities LLC	-
14	SUBS	Losses arising from sub prime	-
15	PEMX	Losses arising from the fire at Pemex's Abkatun A-Permanente platform	1 April 2015
16	16A	Brussels explosions	22 March 2016
17	16D	Wildfire – Fort McMurray, Alberta, Canada	1 May 2016 & ongoing
18	16G	Flooding in Louisiana, USA	12 August 2016 to -
19	16K	Typhoon Mernati (known as Ferdie in the Philippines)	8-17 Sept 2016
20	16L#	Hurricane Matthew (irrespective of state)	29 Sept 2016
21	16N	New Zealand earthquake, South Island near Hammer Springs	14 November 2016
22	AMOS	Loss of the AMOS-6 satellite	1 Sept 2016
23	BCSE	Losses arising from anti-trust claims against Blue Cross Association	23 December 2016
24	FPSO	Losses arising from Kwame Nkrumah in the jubilee oil field	20 March to 31 Dec 16
25	HANJ	Losses arising from bankruptcy protection filing of Hanjin Shipping Corporation	1 Jan 2016
26	HUSK	Losses arising from the Husky energy oil spill in Saskatchewan	21 July 2016
27	MOPU	Losses arising from scrapping of YME MOPUstor project	13 December 2016
28	17A	Chile wildfires which began in the Valparaíso hillsides	2 January 2017
29	17B	Tornadoes in the South-Eastern United States	7 February 2017

#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 28 April 2017.

Major loss codes

Two major loss codes have been assigned for 2017 to date, codes 17A and 17B.

Please note:

Major loss codes relating to 2016 and prior are still maintained in the database. Syndicates are asked to report on major losses in accordance with the QMA800u instructions.

Appendix 2

Rates of Exchange

The settlement currency rates as at 31 March 2017 (balance sheet), and average currency rates (profit and loss account) for the three months to 31 March 2017 are as follows (to the £):

	Accounts etc		GQD
	Period end	Average	In-quarter average*
US dollars (USD)	1.25	1.24	1.24
Canadian dollars (CAD)	1.67	1.64	1.64
Euro (EUR)	1.17	1.16	1.16
Australian dollar (AUD)	1.64	1.63	1.63
Danish krone (DKK)	8.70	8.64	8.64
Hong Kong dollar (HKD)	9.72	9.62	9.62
Japanese yen (JPY)	139.40	140.72	140.72
New Zealand dollar (NZD)	1.79	1.74	1.74
Norwegian krone (NOK)	10.74	10.45	10.45
Singapore dollar (SGD)	1.75	1.75	1.75
South African rand (ZAR)	16.79	16.37	16.37
Swedish krona (SEK)	11.17	11.05	11.05
Swiss franc (CHF)	1.25	1.24	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).