

Market Bulletin

Ref: Y5194

Title	Update on 2019 Capital and Business Planning process
Purpose	To inform the market about the revised Capital and Business Planning process following the deferral of the Market Data Collections (MDC) release
Type	Scheduled
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Date	Wednesday 4 th July 2018
Deadline	N/A
Related links	Bulletin Y5176 www.lloyds.com/market-resources/market-communications/market-bulletins

Managing Agents should submit their 2019 Syndicate Business Forecast (SBF) and Lloyd's Capital Returns (LCR) via the Core Market Returns (CMR) service and not through the new Market Data Collection (MDC) platform.

This is because the launch of the Market Data Collection (MDC) platform has been delayed after issues were found during market testing. Work continues on the MDC platform, and we will let you know the new launch schedule in due course.

SBFs should be submitted by 6 September and 4 October 2018, depending on the syndicate capital structure, on CMR.

1 Submitting your SBF return for the 2019 planning process

For this year's SBF, you will need to use the existing CMR system, and returns will be in the same format as last year. No SBF forms will be removed or amended for the 2019 planning process; however managing agents are no longer required to complete the following 4 forms:

- Analysis of admin expenses" (SBF 130).
- "Source of business" (SBF 163).
- "Investment return" (SBF 171).
- "Cashflow" (SBF 350).

Note, Performance Management will accept a blank submission for these forms.

With reference to the two geographical forms (SBF 169 and SBF169a), Managing Agents can provide either the detailed data or complete the UK field only by inputting "100%".

Please continue to provide data for the "Loss Ratio Composition" and "Capacity information" forms (SBF117 and SBF420 respectively).

Any additional documentation should be submitted in the Supplementary Document (Form 990).

The Performance Management team are, as you know, adopting a more risk-based approach, and is committed to reducing the volume of data that we ask you to provide us. The new MDC platform has been designed with these objectives in mind. Whilst it is disappointing that we have been unable to launch the new MDC platform in time for 2019 planning, our priority is to ensure that you have a system that works reliably.

2 Business planning requirements for Lloyd's Insurance Company SA

With the UK due to leave the European Union in 2019, a new "Europe" distribution channel has been added to the 2019 SBF return in CMR.

As previously advised, the following SBF forms will need to be completed under this new channel:

- Risk Code Mapping of Classes of Business (SBF051).
- Forecast Technical Account - Europe (SBF100).
- Underwriting Performance Forecast – Europe (SBF105).
- Underwriting Controls (SBF443).

As part of the final SBF return submissions, Managing Agents must also provide details of the Gross Written Premium (GWP) by their 'Class of Business' and 'Country – Location of Risk'. A template will be available in SecureStore to submit this data on 16 July 2018.

As a reminder, data will be required for all direct business currently written in the 27 European Union and three European Economic Area (EEA) countries and must be provided at a direct risk code level (SBF051) . All Marine Aviation and Transport (MAT) direct business is to be included.

3 Resubmission of the current year (2018) SBF return

There are no changes to the current 2018 business plan resubmission process. If a Managing Agent need to resubmit their 2018 business plans, they can do so via the CMR, as now.

4 Additional information

Any queries relating to this Market Bulletin should be discussed with your Syndicate Business Performance (SBP) or Market Reserving and Capital (MRC) Manager or sent by email to:

CPG secretariat: CPG@lloyds.com

Revised guidance and deadlines for 2019 templates and returns

The table below provides guidance for 2019 process (for ease, changes from previous guidance are flagged in red)

Data/Return	Template/ Returns Availability	Deadlines (as relevant)		Revised process	System
HLP data	HLP template and guidance available End of May 2018		5 July 2018	No changes from previous communication	Secure Store
Final SBF and LCR returns Validation report	Final SBF and LCR returns available from 16 July 2018	- Syndicates with spread member capital and Managing Agents with Special Purpose Arrangements (SPA) - Syndicates with member consolidation requirements - Managing Agents with multiple syndicates if at least one is required to submit on 6 September	SBF - 6 September 2018 (by 1pm) LCR - 13 September 2018 (by 1pm) Validation report – 20 September 2018 (by 1pm)	To note: Submissions will be in CMR	CMR Validation report: SCRReturns@lloyds.com
		- Syndicates with members who have Letter(s) of Credit (LoC) - Syndicates with dedicated single member corporate capital	SBF - 4 October 2018 (by 1pm) LCR - 4 October 2018 (by 1pm) Validation report – 11 October 2018 (by 1pm)	No changes from previous communication	
New business planning requirements for Lloyd's Insurance Company SA	COB/Countries template available from 16 July 2018		Same as SBF	To note: A template will be available in SecureStore from 16 July 2018. MAs should also submit SecureStore	SecureStore
Lloyds' Catastrophe Modelling (LCM) forecast returns			Before/or at the same time of the SBF return	No changes from previous communication	LCM Secure Store
2019 SBF instructions	Available from 16 July 2018			To note: 2019 SBF instructions will be available in CMR	CMR
2019 SBF/ LCR exchange rates	Available from 16 July 2018			To note: 2019 SBF/LCR FX rates will be uploaded in CMR	CMR
2019 CPG approval		Non-aligned syndicate	16 October 2018	No changes from previous	CPG approval

deadline		Aligned syndicate	22 November 2018	communication	letters
		Coming Into Line	30 November 2018		