

Lloyd's Capacity Auctions 2025 – Auction Newsletter No. 1**13 October 2025****Welcome to the first issue of the Auction Newsletter for the 2025 auction season.**

Please read the content below carefully - at the end it includes contact details for the Auction Office should any issues arise during the auction days or at any other time.

The Auction Office anticipates publishing a newsletter every Monday throughout the auction season and on other dates as and when appropriate.

All auction newsletters, disclosures, results, timetable, rules and guides are available on the lloyds.com website. The following link will take you to the Auction homepage: -

<https://www.lloyds.com/market-resources/member-services/capacity-auctions>

Auction Dates for 2025

Auction 1: Wednesday 22 October / Thursday 23 October

Auction 2: Wednesday 29 October / Thursday 30 October

Auction 3: Wednesday 5 November / Thursday 6 November

Bid Submission times

The Auction system will be open to receive bids during the following hours:

Day 1 – 9am until 2pm

Day 2 – 9am until 2pm

Relevant information - Disclosure notification to the Auction Office

Deadline to submit a Disclosure pre-Auction 1 is midday Monday 20 October

Deadline to submit a Disclosure pre-Auction 2 is midday Monday 27 October

Deadline to submit a Disclosure pre-Auction 3 is midday Monday 3 November

Managing agents are reminded that Auction Rule 19(4) imposes an obligation on managing agents to ensure that any Relevant Information which comes into their possession shall be disclosed promptly to the members of their respective syndicate(s) with a copy of any such disclosure promptly provided to the Lloyd's Auction Office. The release of relevant information immediately prior to, or during an auction, could result in a false market and will therefore always be investigated.

Your attention is also drawn to paragraph 9.6 in the Capacity Auctions Explanatory Guide which mentions that "The Auction Office will accept disclosures up to noon on the penultimate working day before an auction starts".

In addition, disclosures are centrally held on lloyds.com and available to view via the link below. An electronic version of the completed prescribed disclosure template must be sent to the Auction Office via email. A copy of the template is available to download from the lloyds.com website at:

<https://www.lloyds.com/market-resources/member-services/capacity-auctions>

In all cases the completed disclosure template should be sent to the following email address:

lloyds-auctionoffice@lloyds.com

N.B. The Auction Office is unable to accept disclosures in any form other than that described above.

The Auction Office will arrange for all disclosures to be posted to the designated page on the lloyds.com website.

The following disclosure notices have been posted on the lloyds.com website to date:

D2025001 – D2025005

All disclosure notices can be accessed by clicking on the following link: <https://www.lloyds.com/market-resources/member-services/capacity-auctions>

Modified Freehold Capacity

Managing Agents of syndicates with MFC are required to publish disclosures setting out the material terms of the variations to the Managing Agency Agreement. The disclosure must also make clear that all members buying capacity on the syndicate in the auctions will be required to adopt the same variations and that Lloyd's has confirmed its agreement to allow any member that does not sign the variations to be removed from the syndicate.

PBO Rating

Under Lloyd's Principles for Doing Business, Managing Agents and Syndicates are assigned ratings on performance against the Lloyd's Principles for Doing Business. These ratings are not required to be disclosed by managing agents.

Auction Syndicate Updates

As a result of a minority buy-out application being approved Syndicate 2010 will become a fully aligned syndicate from the start of the 2026 YOA and the syndicate will no longer have its capacity traded in the Lloyd's capacity auctions.

Syndicates 1699, 1984 & 2843 will be participating in the Lloyd's capacity auctions for the first time this year and only the modified freehold capacity on these syndicates can be traded.

Administrative matters

Bids

Reminder - Auction bids can be made to 2 decimal places and as per the Auction Rules paragraph 8 (6), the minimum Floor Limit and minimum Subscribers' Premium is 0.10p per £1 of capacity.

Managing agent syndicate results

Managing agents will receive a feed of auction results as they affect their own syndicate after each auction. Please ensure that the following information is supplied to the Auction Office by Thursday 16 October 2025:

Agent code, agent name, syndicate number(s) and contact email address.

Confirmation is required from compliance officers that staff requesting this information are entitled to receive it.

All results report

A report detailing *all* successful auction bids will be available after each auction. If you require a copy, please email your request to the Auction Office by Thursday 16 October 2025.

Pre-emptions / De-emptions

A report detailing pre-emptions & de-emptions agreed by the Lloyd's Performance Management Directorate will be published with Auction Newsletter No. 2.

This is solely for information purposes only. An electronic file will be forwarded by Member Services to members' agents notifying them of the necessary capacity figures to be applied to their systems.

Auction System access

Access to the Auction system has now been granted to authorised persons included on the Issuers Form A.

A user manual is available if required and can be forwarded on request; please e-mail the Auction Office if you require a copy.

*Prior to the first auction **please ensure all authorised persons can successfully login** to the auction system using the following link: <https://auction.lloyds.com>*

Privacy Notice

Lloyd's is required to process personal data relating to the individual members who participate in the Auctions to run the process in accordance with the Auction Rules. A copy of the Member Services Privacy Notice can be accessed using the following link: <https://www.lloyds.com/common/privacy-notices>

Auction Official

The auction official for 2025 is Claire Schrader, General Counsel.

Auction Office contact details

Stuart Underdown & Andrew Deffee are responsible for the administrative function for the capacity auctions and can be contacted at lloyds-auctionoffice@lloyds.com or on 01634 392017 & 01634 392061 respectively.
