

Date 29 October 2019

Recipient Stakeholders Writing Automobile Business in Canada

Subject Canada: Automobile - Individually Rated Private Passenger or Single Rated Commercial Vehicles

<i>Purpose:</i>	To remind stakeholders that Automobile insurance is highly regulated in Canada
<i>Affects:</i>	Stakeholders writing Automobile business in Canada
<i>Line of Business:</i>	Automobile
<i>Jurisdiction :</i>	Canada
<i>Effective:</i>	Ongoing

What you need to know

Automobile insurance is highly regulated by provincial and territorial authorities in Canada and therefore, we are reminding all our stakeholders writing automobile business in Canada that Lloyd's is not authorised to write individually rated private passenger or single rated commercial vehicles, except in the province of Quebec.

Such business has complex compliance obligations and requires insurers to file forms, rates and underwriting manuals, as required by the various provincial regulators.

Automobile business must be written on an approved standard owner's automobile insurance policy and (except for the province of Quebec) be written as a fleet (i.e. five or more vehicles under common ownership and used for commercial or public purposes). Fleet business is not subject to provincial filings.

The only exceptions are noted below:

- Non-fleet automobile may only be written in Quebec if Lloyd's filed rates are applied;
- Non-fleet automobile written in British Columbia as excess of the Insurance Corporation of British Columbia (ICBC) Autoplan Insurance program;
- Fire, Theft and Collision (FTC) for commercial use vehicles in Alberta may be written on a property form.

Furthermore, stakeholders are reminded that all Canadian automobile business must be processed through [Lineage](#). This enables Lloyd's to meet regulatory compliance by submitting

the mandatory automobile data requirements to the General Insurance Statistical Agency (GISA) and Autorité des marchés financiers (AMF). Consequently, automobile business can only be written via binding authorities held by approved Lloyd's coverholders and service companies. It is not possible to write such business on an open market basis or via lineslips.

More information regarding the compliance obligations for automobile business is available on [Crystal](#).

If you have questions regarding the regulatory position for rates and approved forms please contact info@lloyds.ca.

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