

# AUCTION SEASON 2023 - DISCLOSURE

**Managing Agent Name:** Beazley Furlonge Limited

**Subject:** Beazley's proposed ownership in syndicate 2623 and 623 post auction 3

**Syndicate(s) Affected:** Syndicates 2623 and 623

Further to the disclosure made on 16 October 2023, and the results of the second capacity auction, Beazley Furlonge Limited ("Beazley") confirms that its combined share of capacity (including Beazley Staff Underwriting Limited) across syndicate 2623/623 for the 2024 year of account currently does not exceed 75%.

Beazley intends (as desired by Members' Agents) to continue to provide liquidity in the third capacity auction – at both a level and volume in excess of that committed to in its Agency Circumstances Procedure dated 26 July 2023, in relation to which relevant Members voted 97% in favour of such proposals. Accordingly, Beazley's combined share of capacity (including Beazley Staff Underwriting Limited) across syndicate 2623/623 for the 2024 year of account may, following the results of the third capacity auction, exceed 75%.

Beazley's participation on the 2023 year of account was above 75%. If Beazley's participation on the 2024 year of account is above 75%, paragraph 4 (1) of the Mandatory Offer Byelaw will apply (the relevant extract of which is set out below).

*4. Exception where a previous mandatory offer has been made*

*(1) Paragraph 2 (Obligation to make a mandatory offer) shall not apply if:*

- (a) the offeror (or any associate of the offeror) has already made a mandatory offer to the category of persons referred to in paragraph 1(1)(c) of Schedule 2 to this byelaw; and*
- (b) after that offer was made, the offeror either alone or together with any associates continued to be entitled to participate in the syndicate for the next following year of account and each subsequent year of account with a member's syndicate premium limit or, as the case may be, member's syndicate premium limits in aggregate not less than 75% of the syndicate allocated capacity of that syndicate for the then following year of account.*

As such, if Beazley's participation on the 2024 year of account is above 75%, Beazley will not be required to make a mandatory offer to participants on syndicate 623.

This disclosure is being made by Beazley in order to provide full disclosure to all relevant persons, to ensure equal treatment of all relevant persons in accordance with the Capacity Offer Rules, and for the purposes of ensuring an orderly market in the 2023 capacity auctions.

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