

Market Bulletin

Ref: Y5323

Title Y5323 Q1 Review of Syndicate Business Plans – Bridge Templates (Performance Management)

Purpose To provide further information and guidance on the completion of Performance Management bridge template for Q1 Review of Syndicate Business Plans

Type Event

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Date 15 January 2021

Deadline Immediate

Related links

Following our previous [Market Bulletin Y5318](#) this communication provides further information and guidance on the data and bridge templates that all syndicates (apart from run-off syndicates, Syndicates In A Box and new syndicates starting underwriting from 1 January 2021 onwards) will be required to submit by 11 March 2021.

The bridge templates provide detailed guidance on how they should be completed and as set out in Market Bulletin Y5318, managing agents should ensure that they provide a sufficient level of detail to demonstrate that syndicate business plans agreed for 2021 remain logical, realistic and achievable. Lloyd's does not require a separate full plan narrative or any supplementary data to be supplied with the bridge template. This would only be necessary in the event that a resubmission is required following the bridge template review by Lloyd's.

Managing agents are asked to note the following points:

- The bridges must identify all the key drivers of latest reported performance and syndicate actions to demonstrate that 2021 plans remain logical, realistic and achievable.
- Completed templates and the bridge narrative should be submitted to Lloyd's via Secure Store (Q1 Bridge Reviews Returns Folder) on the 11 March 2021.
- Managing agents are asked to use the advised 2021 planning F/X rates for completion of the templates. They should also ensure that the data used to create the bridges aligns with Q4 QMB data, whilst noting that the Q4 QMB may need to be completed with different F/X rates.
- Managing agents must use the template created by Lloyd's for the submission of the return to allow for the consolidation by Lloyd's of data for all market participants.

Lloyd's aims to complete the Q1 Review with any necessary resubmissions by 31 May 2021.

Our previous Market Bulletin Y5318 communicated that these bridge templates would also be used in Lloyd's assessment of the continued appropriateness of syndicates' 2021 capital modelled loss ratios. This is no longer the case and the bridge templates to be completed for this exercise have been modified accordingly. A separate communication and template with respect to obtaining assurance on the 2021 capital modelled loss ratios will be issued to managing agents by 18 January 2021.

Further Information

If you have any further questions, please contact your Syndicate Performance Manager or Oversight Manager.