

# Canadian Bulletin

Ref: RE-24-002

<b>Date</b>	8 February 2024
<b>Recipient</b>	Coverholders, Lloyd's Brokers, Managing Agents, Compliance Officers and TPAs
<b>Subject</b>	Automobile Line of Business Reporting
<b>Attachments</b>	Risk Code Tables –Appendix A (Automobile risk codes) and Appendix B (Automobile)

<i>Purpose:</i>	To remind all stakeholders of their responsibility to comply with regulatory reporting requirements relating to Automobile business
<i>Affects:</i>	All stakeholders underwriting Automobile business in Canada
<i>Line of Business:</i>	Automobile
<i>Jurisdiction :</i>	Canada
<i>Effective:</i>	Immediately

## What you need to know

Further to the [Canadian bulletin AU-23-014](#), the following provides guidance regarding the appropriate coding for automobile business. It is critical that anyone underwriting automobile insurance follows the mandated coding instructions to ensure Lloyd's can generate accurate, statistical, and regulatory reporting of this class of business.

The tables attached detail the reporting requirements as mandated by law and is the responsibility of the Coverholder and/or the assigned Claims Handler as set out in your Binding Authority Agreement. Managing Agents and Lloyd's Brokers are encouraged to ensure that their Coverholders and Third-Party Administrators comply with these requirements.

## What this means to you

Appendix A and Appendix B which detail the reporting requirements and the applicable Risk Codes to be reported under the Automobile line of business are attached for ease of reference.

Stakeholders are reminded that all Canadian automobile business must be processed through Lineage Accounting and Settlement, which automatically satisfies the regulatory reporting requirements. The reporting must include the applicable Risk Codes (a list of automobile Risk Codes is attached as Appendix A).

Reminder:

All Automobile business in Canada:

- Must be written via binding authorities held by approved Lloyd's Coverholders;
- Cannot be written on the open market or via lineslips;
- Must be processed through Lineage

For further information, please contact [lloydscanada@lloyds.com](mailto:lloydscanada@lloyds.com).

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**TABLE – APPENDIX A (AUTOMOBILE RISK CODES)**

Binding Authority business reported through Lineage and settled through Velonetic (previously referred to as Xchanging) are to use the following risk codes:

<b>Risk Codes</b>	
<b>MG</b>	USA AND CANADA MOTOR VEHICLE PHYSICAL DAMAGE
<b>MH</b>	USA AND CANADA MOTOR VEHICLE THIRD PARTY LIABILITY
<b>MI</b>	USA AND CANADA DAMAGE AND THIRD PARTY LIABILITY

**TABLE – APPENDIX B (AUTOMOBILE)**

Binding Authority business reported through Lineage and settled through Velonetic (previously referred to as Xchanging)

<b>What needs to be reported</b>	<b>How is it to be reported</b>	<b>Risk Codes</b>
1. Private Passenger – Quebec only.	As Automobile	MG, MH, MI
2. Commercial Fleet	As Automobile	MG, MH, MI
3. Individually Rated Commercial Automobile (IRCA) - where Lloyd's is authorized	As Automobile	MG, MH, MI
4. Standalone Physical damage coverage – Commercial Fleet	As Automobile	MG
5. Non-Owned Automobile (OPF 6, SPF 6, QPF 6)-	As Automobile	MI
6. Garage	As Automobile	MI
7. Recreational vehicles– where Lloyd's is authorized	As Automobile	MG, MH, MI