

## Lloyd's Capacity Auctions 2022 – Auction Newsletter No. 2

14 October 2022

### Auctions postponed by one week

The recent IT connectivity issues at Lloyd's have resulted in delays in the member modeller system being available to access by members of Lloyd's. As a result, Lloyd's has taken the decision to postpone each of the three auctions by seven (7) days to provide additional time for members of Lloyd's to access the member modeller system and review the relevant data.

The first auction will now start on Wednesday 26 October. The revised dates for the Auctions shall now be as follows:

Auction 1: 26/27 October.  
Auction 2: 2/3 November.  
Auction 3: 9/10 November.

The Auction settlement dates for 2022 shall also be postponed by seven (7) days and so shall be as follows:

Auction Statement Date: 14 November.  
Auction Debit Date: 25 November.  
Auction Credit Date: 29 November.

### Relevant information – Disclosure Notification to the Auction Office

The following Disclosure notices have been posted on lloyds.com since Auction Newsletter No. 1 was published on 10 October 2022.

D2022002 – D2022003

These notices are available in the disclosures section of the capacity auctions website page:

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

Managing agents are reminded that Auction Rule 19(4) imposes an obligation on managing agents to disclose relevant information promptly to the members of your syndicate. 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 2022 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 above. 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 using the link above.

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

[lloyds-auctionoffice@lloyds.com](mailto: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 Capacity Auctions page on the lloyds.com website.

## **RIO 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.

## **Syndicate Constitution files (SC files)**

The electronic 'Syndicate Constitution' (SC) files will be available for all Managing Agents of unaligned syndicates to download from the Stamp system website (<https://stamp.lloyds.com>) on the dates specified in the Managing Agent Stamp & Auction timetable.

Notification will be emailed when these files are available. Kindly advise if your contact has changed since last year.

## **Auction 1 – Reminder of dates/times**

Auction 1 will be held on Wednesday 26 October and Thursday 27 October.

The Auction system will be open for bid submission during the following times:

Wednesday (Day 1) from 9am until 2pm

Thursday (Day 2) from 9am until 2pm

## **Bid Staging & Submission**

The auction office will be opening Auction 1 for Issuers to prepare and stage their bids from 10am on Tuesday 25 October ahead of the live auction being opened at 9am on Wednesday.

***We would suggest that all Issuers ensure that they can access the system before Tuesday, even if they do not plan to stage any bids in advance.*** Link to the Auction system: <https://auction.lloyds.com>

If you have any problems accessing the system, please contact the auction office as below.

## **Bids – minimum bid price**

Reminder - Auction bids can be made to 2 decimal places and as per the Auction Rules 2022 paragraph 8 (6), the minimum Floor Limit and minimum Subscribers' Premium is 0.10p per £1 of capacity.

## **Pre-emptions / De-emptions**

To review the agreed syndicate pre-emptions & de-emption for the 2023 year of account please [click here](#).

The details given are of confirmed pre-emptions & a de-emption agreed by Lloyd's Performance Management Directorate.

Please note: this is for information only. The necessary data on confirmed changes has been forwarded electronically by Lloyd's Member Services to the relevant Members' Agents to update their systems accordingly.

**Auction Office contact details:**

[Lloyds-auctionoffice@lloyds.com](mailto:Lloyds-auctionoffice@lloyds.com)

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