

# INTERMEDIARIES BYELAW

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## Purpose:

The purpose of this Byelaw is to -

1. permit the acceptance of business at Lloyd's through *coverholders*;
2. specify to whom a *managing agent* may delegate its authority to underwrite contracts of insurance and issue insurance documentation;
3. state which type of *coverholder* must be approved by the *Franchise Board*;
4. provide for the registration of all *approved* and *restricted coverholders*;
5. provide for the registration of certain *binding authorities*; and
6. provide for the *Franchise Board* to prescribe conditions and requirements relating to insurance documentation issued by *coverholders*; and
7. provide for the registration of *Lloyd's brokers*.

The Byelaw also revokes –

1. The Delegated Underwriting Byelaw (No. 1 of 2004); and
2. The Lloyd's Broker Byelaw (No. 7 of 2004); and

Words and terms shown in italics have the meaning set out in the Definitions Byelaw.

This Byelaw was made by the *Council* on 28 March 2007 in exercise of its powers under section 6(2) and 8(3) of, and paragraphs (4), (12), (14), (19), (21), (24), (37) and (41) of Schedule 2 to, Lloyd's Act 1982 and may be referred to as the Intermediaries Byelaw (No. 3 of 2007).

The headings and these notes are for guidance only and do not form part of the Intermediaries Byelaw.

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## Section 1 Delegated Underwriting

### Part A – Delegation of authority

Delegation of authority to enter into contracts of insurance

1. A *managing agent* shall not delegate its authority to enter into contracts of insurance to be underwritten by the *members* of a *syndicate* managed by it to any person other than –
  - (a) to a director or employee of the *managing agent* or, with the consent of the *Franchise Board*, to any other individual engaged to provide services to the *managing agent*;
  - (b) to another *managing agent* or authorised insurance company in accordance with the terms of a *line slip*;
  - (c) to another *managing agent* in accordance with the terms of a *registered binding authority* or a *restricted binding authority*;
  - (d) to an *approved coverholder* in accordance with the terms of a *registered binding authority* or a *restricted binding authority*;
  - (e) to a *restricted coverholder* in accordance with the terms of a *restricted binding authority*;
  - (f) to the *Society*, or a representative or agent of the *Society*; or
  - (g) in accordance with any other of the *requirements of the Council*.
2. Any person, other than the *Society* or a *managing agent*, with authority to enter into contracts of insurance to be underwritten by *members* of a *syndicate* shall not sub-delegate that authority other than to a director, partner or employee of that person in accordance with the terms of the *binding authority* or *line slip* in question.

Delegation of authority to issue insurance documentation

3. A *managing agent* shall not delegate its authority to issue documents evidencing contracts of insurance underwritten by the *members* of a *syndicate* managed by it to any person other than to –
  - (a) the *LPSO*;
  - (b) a director or employee of the *managing agent* or, with the consent of the *Franchise Board*, to any other individual engaged to provide services to the *managing agent*;

- (c) another *managing agent* or an authorised insurance company in accordance with the terms of a *line slip*;
  - (d) another *managing agent* in accordance with the terms of a *registered binding authority* or a *restricted binding authority*;
  - (e) an *approved coverholder* in accordance with the terms of a *registered binding authority* or a *restricted binding authority*;
  - (f) a *restricted coverholder* in accordance with the terms of a *restricted binding authority*;
  - (g) the *Society*, including for the purpose of issuing or otherwise making available marine insurance certificates in accordance with the Marine Insurance Certificates Byelaw (No. 3 of 2002), or a representative or agent of the *Society*; or
  - (h) to such other persons as the *Franchise Board* may permit.
4. Any person, other than the *Society*, *LPSO* or a *managing agent*, with authority to issue documents evidencing contracts of insurance underwritten on behalf of the *members of a syndicate* shall not sub-delegate that authority other than to a director, partner or employee of that person in accordance with the terms of the *binding authority* or *line slip* in question.

Part B – Registers of coverholders and registered binding authorities

5. The *Franchise Board* shall establish and maintain registers of –
  - (a) *approved coverholders*;
  - (b) *restricted coverholders*; and
  - (c) *registered binding authorities*.
6. The registers shall be in such form and contain such information as the *Franchise Board* may prescribe.
7. The *Franchise Board* may prescribe which persons or categories or classes of person may inspect all or any part of each register referred to in paragraph 5.

## Part C - Approved coverholders

### Applications for approval

8. Any company or partnership that wishes to be approved as an *approved coverholder* (an “*applicant*”) may apply to the *Franchise Board*. Applications shall be made in accordance with such procedures and shall be accompanied by such documents and information as the *Franchise Board* may from time to time prescribe.
9. The *Franchise Board* may require an *applicant*, which is not a *Lloyd’s broker*, to be sponsored by a *Lloyd’s broker* or a *managing agent* (the “*sponsor*”).
10. At any time after receiving an application, the *Franchise Board* may, in connection with the consideration of the application, require –
  - (a) the *applicant*;
  - (b) any *sponsor*; or
  - (c) any *managing agent* which proposes to enter into a *binding authority* with the *applicant*,

or any of the directors, partners and employees of any such person to –

- (i) provide information, documents, books, records and other materials;
- (ii) answer questions;
- (iii) give undertakings or make declarations to the *Franchise Board*;
- (iv) attend before the *Franchise Board* or any representative or agent of the *Society*;
- (v) permit the *Franchise Board* or any representative or agent of the *Society* to attend at the *applicant’s* business premises to inspect, review or assess the *applicant’s* business operations, books and records and to pay or contribute to the costs of that inspection, review or assessment;
- (vi) provide funds or other security (including, but not limited to letters of credit, charges or guarantees) for the settlement and payment of insurance transactions incurred by it.

## Approval

11. The *Franchise Board* may consider applications for approval as an *approved coverholder* and grant or refuse any such approval. Upon granting any such approval the name of the *applicant* shall be entered into the register of *approved coverholders*.
12. The *Franchise Board* shall not approve an *applicant* as an *approved coverholder* unless the *applicant* has demonstrated to the *Franchise Board* that it is suitable to be an *approved coverholder*.
13. In deciding whether an *applicant* is suitable to be approved as an *approved coverholder* the *Franchise Board* shall have regard to such criteria as it may from time to time prescribe.
14. A person shall not hold itself out as being an *approved coverholder* unless its name appears in the register of *approved coverholders*.
15. The approval of a person as an *approved coverholder* may be –
  - (a) subject to that person entering into a *binding authority* to be registered in accordance with this Byelaw within such period as the *Franchise Board* may specify;
  - (b) subject to the provision of undertakings or declarations from such persons as the *Franchise Board* may require;
  - (c) for a specific or an indefinite period.

## Directions, conditions and requirements

16. The *Franchise Board* may at any time give such directions to or impose such conditions or requirements on an *approved coverholder* (or any class or group thereof) as it thinks necessary or appropriate. A direction, condition or requirement given or imposed under this paragraph may include a direction, condition or requirement for the purposes of ensuring that the *approved coverholder* –
  - (a) is or will continue to be suitable to be an *approved coverholder*;
  - (b) will only act in that capacity in accordance with a *binding authority* which has such parties, or which was arranged or broked by such person or persons, as the *Franchise Board* may specify;
  - (c) will only act in that capacity in respect of certain classes or categories of insurance business as specified by the *Franchise Board*.

#### Review of approval

17. The *Franchise Board* may at any time conduct a review of an *approved coverholder's* approval under this Byelaw for the purpose of determining –
  - (a) whether the *approved coverholder* continues to be suitable to be an *approved coverholder*;
  - (b) whether there are or may be any ground for exercising any power of the *Franchise Board*.
  
18. In connection with any review conducted by the *Franchise Board* under paragraph 17, the *Franchise Board* may require the *approved coverholder*, any *managing agent* which is or has been a party to a *binding authority* with the *approved coverholder* and any *Lloyd's broker* which arranged, broked or is a party to any such *binding authority* and any of their directors, partners or employees to –
  - (a) provide information, documents, books, records and other materials;
  - (b) answer questions;
  - (c) attend before the *Franchise Board* or any representative or agent of the *Society*;
  - (d) permit the *Franchise Board* or any representative or agent of the *Society* to attend at the *approved coverholder's* business premises to inspect, review or assess the *approved coverholder's* business operations, books and records and to pay or contribute to the costs of that inspection, review or assessment;
  - (e) make declarations to the *Franchise Board*.

#### Revocation of approval

19. The *Franchise Board* may at any time revoke the approval of an *approved coverholder* and remove its name from the *register of approved coverholders* if the *Franchise Board* considers that –
  - (a) the *approved coverholder* is not suitable to be an *approved coverholder*;
  - (b) the *approved coverholder* has failed to or has ceased to comply with any direction, condition or requirement given to or imposed upon it under paragraph 16;
  - (c) the *approved coverholder* has failed to or has ceased to comply with the terms of any undertaking or declaration that it has given to the *Franchise Board*;
  - (d) the *approved coverholder* has not been party to a *registered binding authority* for a period of 3 months, or such longer period as the *Franchise Board* may

permit, since the expiry of its authority to enter into contracts of insurance on behalf of the *members* of a *syndicate* under the last *registered binding authority* to which it was party; or

- (e) it is necessary or desirable in order to protect the name, reputation or standing of the *Society* and of its *members* or their authorisation to conduct insurance business.

20. Where the *Franchise Board* considers that there are grounds for revoking the approval of an *approved coverholder* the *Franchise Board* may if it considers that there is good reason to do so –

- (a) postpone that revocation for such period or periods as the *Franchise Board* may specify from time to time or until the *Franchise Board* shall otherwise determine; and
- (b) in connection with such postponement, at any time give such directions or impose such requirements as it may think fit including directions or requirements for the purpose of ensuring that –
  - (i) the *approved coverholder* does not or does not continue to enter into or purport to enter into any further contracts of insurance on behalf of *members* of a *syndicate*; and
  - (ii) any contracts of insurance entered into by the *approved coverholder* on behalf of *members* of a *syndicate* in any capacity are properly administered.

## Part D – Restricted coverholders

### Candidates

21. A *managing agent* may request that the *Franchise Board* enter the name of a company or partnership (the “*candidate*”) in the register of *restricted coverholders* in accordance with this Byelaw. Requests shall be made in accordance with such procedures and shall be accompanied by such documents and information as the *Franchise Board* may from time to time prescribe.

### Registration

22. If the *Franchise Board* considers that the *candidate* is eligible to be entered in the register of *restricted coverholders* it may enter its name in that register.
23. The *Franchise Board* may from time to time prescribe the criteria for eligibility to be entered in the register of *restricted coverholders*.
24. The *Franchise Board* may, without giving reasons, return a request made in accordance with paragraph 21 and invite a *candidate* to make an application in accordance with Part C of this Byelaw.
25. The registration of a *restricted coverholder* may be –
  - (a) subject to the *restricted coverholder* entering into a *restricted binding authority* within such period as the *Franchise Board* may specify;
  - (b) for a specific or an indefinite period.
26. A person shall not hold itself out as being a *restricted coverholder* unless its name appears in the register of *restricted coverholders*.

### Power to require a restricted coverholder to seek approval

27. The *Franchise Board* may require a *restricted coverholder* to seek the approval of the *Franchise Board* in accordance with Part C of this Byelaw at any time and within such period as the *Franchise Board* may specify.

## Revocation of registration

28. The *Franchise Board* may at any time revoke the registration of a *restricted coverholder* and remove it from the *register of restricted coverholders* if –
- (a) the *Franchise Board* considers that it has ceased to be eligible to be a *restricted coverholder*;
  - (b) the *restricted coverholder* has not been approved by the *Franchise Board* within the period specified by it in accordance with paragraph 27;
  - (c) it has not been party to a *restricted binding authority* for a period of 3 months, or such longer period as the *Franchise Board* may permit, since the expiry of its authority to enter into contracts of insurance on behalf of the members of a syndicate under the last *restricted binding authority* to which it was party; or
  - (d) it is necessary or desirable in order to protect the name, reputation or standing of the *Society* and of its members or their authorisation to conduct insurance business.
29. Where the *Franchise Board* considers that there are grounds for revoking the registration of a *restricted coverholder* the *Franchise Board* may if it considers that there is good reason to do so –
- (a) postpone that revocation for such period or periods as the *Franchise Board* may specify from time to time or until the *Franchise Board* shall otherwise determine; and
  - (b) in connection with such postponement, at any time give such directions or impose such requirements as it may think fit including directions or requirements for the purpose of ensuring that –
    - (i) the *restricted coverholder* does not or does not continue to enter into or purport to enter into any further contracts of insurance on behalf of *members* of a *syndicate*; and
    - (ii) any contracts of insurance entered into by the *restricted coverholder* on behalf of *members* of a *syndicate* in any capacity are properly administered.

## Part E - Binding authorities and line slips

Requirements relating to binding authorities and line slips

30. The *Franchise Board* may from time to time prescribe conditions and requirements with which all *binding authorities* or *line slips* or any class or category of *binding authority* or *line slip* must comply including conditions and requirements relating to information, provisions and terms to be included in a *binding authority* or *line slip*.
31. A *coverholder* or a *managing agent* shall not enter into or purport to enter into a contract of insurance under a *binding authority* or a *line slip* unless -
  - (a) each of the parties to the *binding authority* or *line slip* have agreed to its terms and conditions; and
  - (b) the *binding authority* or *line slip* complies with the conditions and requirements prescribed by the *Franchise Board* in accordance with paragraph 30.

Registration of binding authorities

32. An *approved coverholder* shall not enter into or purport to enter into a contract of insurance under a *binding authority*, other than a *restricted binding authority*, until that *binding authority* has been registered in accordance with the requirements and procedures prescribed by the *Franchise Board*.
33. The *Franchise Board* may from time to time prescribe –
  - (a) which classes and categories of persons may register a *binding authority*; and
  - (b) prescribe requirements and procedures which must be complied with in order to register a *binding authority*.
34. The person who registers a *registered binding authority* shall ensure that the information contained in the register relating to that binding authority is kept up-to-date.

## Part F - Requirements for insurance documentation

35. The *Franchise Board* may from time to time prescribe such conditions and requirements regarding insurance documentation issued under a *binding authority* or a *line slip* which may include conditions and requirements relating to –
- (a) the content, form and style of the insurance documentation;
  - (b) service standards for the issuance and distribution of the insurance documentation;
  - (c) arrangements to ensure, where a contract of insurance has been entered into under a *binding authority*, that a policyholder can verify the authority of a *coverholder* to enter into contracts of insurance underwritten by *members* of a *syndicate* and the authenticity of the insurance documentation issued by it; and
  - (d) arrangements for the proper control of the issuance and distribution of the insurance documentation.

## Part G – Third party administrators

36. Where under the terms of a *registered binding authority* or a *restricted binding authority* a person, other than a *Lloyd's settling agent*, may be appointed to agree claims arising under contracts of insurance entered into under that *binding authority* (a "*third party administrator*") each *managing agent* that is a party to that *binding authority* shall enter into an agreement with the *third party administrator* which specifies the nature and extent of the *third party administrator's* authority to settle claims. The agreement shall comply with such requirements as the *Franchise Board* may prescribe.

## Part H - Suspension

37. The *Franchise Board* may make a direction or order of suspension in respect of any *coverholder* on such terms and subject to such requirements as it may specify when in its opinion such a direction or order appears to be necessary or desirable in the interests of the *Society*, its *members* or policyholders.
38. The terms of a direction or order made by the *Franchise Board* under paragraph 37 may include requirements that the *coverholder* –
- (a) ceases to enter into contracts of insurance on behalf of *members* of a *syndicate* in respect of any or all *binding authorities*;
  - (b) ceases to administer or run-off any contract of insurance entered into by it on behalf of *members* of a *syndicate*;
  - (c) ceases to issue documents evidencing contracts of insurance entered into by it on behalf of *members* of a *syndicate*.

## Section 2 Lloyd's Brokers

### Part I - Registration

#### Registration

39. The registration of persons as *Lloyd's brokers* and the renewal, review and withdrawal of such registration shall be under the control of the *Franchise Board*.
40. The *Franchise Board* shall maintain a register of *Lloyd's brokers* which shall be in such form and contain such information as the *Franchise Board* may from time to time prescribe.
41. Any *person* who wishes to be registered or re-registered as a *Lloyd's broker* (an "*applicant*") may apply to the *Franchise Board* for its name to be entered or re-entered in the register.
42. Applications shall be made in accordance with such procedures and shall be accompanied by such documents and information as the *Franchise Board* may from time to time prescribe.
43. Subject to this Byelaw, the *Franchise Board* shall have power to –
  - (a) consider any application for entry in the register of *Lloyd's brokers* and any application for re-registration;
  - (b) on the grant of any such application, cause the name of the *applicant* (and all information which the *Franchise Board* may determine in accordance with paragraph 40) to be entered in the register of *Lloyd's brokers*;
  - (c) review the registration of any *Lloyd's broker* in accordance with part K of this Byelaw; and
  - (d) remove the name of any *Lloyd's broker* from the register in accordance with part L of this Byelaw.
44. The registration of a *Lloyd's broker* shall be either for a specific period or for an indefinite period.

#### Criteria for registration

45. An *applicant* shall not be registered as a *Lloyd's broker* unless the *applicant* has demonstrated to the *Franchise Board's* satisfaction that it is eligible to be a *Lloyd's broker*.

46. In deciding whether an applicant is eligible to be registered as a *Lloyd's broker* the *Franchise Board* may have regard to such criteria as it may from time to time prescribe.

## Part J – Additional requirements for Lloyd’s Brokers

### Terms of business agreements

47. A *Lloyd’s broker* shall, prior to placing business with a *managing agent*, enter into an agreement with that *managing agent* recording the general terms and conditions on which business will be conducted between them and the *Franchise Board* may from time to time prescribe matters which are to be recorded in such an agreement.

### Notification to Lloyd’s

48. While a *Lloyd’s broker* remains on the register of *Lloyd’s brokers*, it shall ensure that it remains eligible and shall immediately inform the *Franchise Board* in writing if it knows or believes that it is no longer eligible.

## Part K – Review of registration

### Power to conduct reviews

49. The *Franchise Board* may at any time order a review of a *Lloyd's broker's* registration under this Byelaw for the purpose of determining –
  - (a) whether the *Lloyd's broker* in question continues to be eligible to be registered as a *Lloyd's broker*; or
  - (b) whether there are or may be any grounds for exercising any power of the *Franchise Board*.
50. Any review ordered pursuant to paragraph 49 of this Byelaw may be conducted by such *person* or *persons* as may from time to time be nominated by the *Franchise Board*.
51. A *person* conducting a review of a *Lloyd's broker* may require that it provide such documents and information as that *person* may reasonably require for the purposes of the review.

## Part L – Removal from the register

### Removal from the register

52. The *Franchise Board* shall remove the name of a *Lloyd's broker* from the register if the *Lloyd's broker* ceases to comply with paragraph 66 (divestment).
53. The *Franchise Board* may at any time remove the name of a registered *Lloyd's broker* from the register if that *Lloyd's broker* –
- (a) ceases in the opinion of the *Franchise Board* to be eligible to be a *Lloyd's broker*;
  - (b) registration has expired;
  - (c) so requests; or

where the *Franchise Board* considers that it is necessary or desirable in order to protect the name, reputation or standing of the *Society* and of its *members* or their authorisation to conduct insurance business.

### Postponed removal

54. Where the *Franchise Board* considers that there are grounds for removing the name of a *Lloyd's broker* from the register under any of the preceding provisions of this paragraph (other than paragraph 52) the *Franchise Board* may, if it considers that there is good reason to do so –
- (a) postpone the removal of the name of the *Lloyd's broker* from the register for such period as the *Franchise Board* may specify from time to time or until the *Franchise Board* shall otherwise determine;
  - (b) in connection with such postponement at any time and from time to time give such directions or impose such requirements as it may think fit, including without limitation –
    - (i) a direction or requirement that the *Lloyd's broker* shall not carry on any business or activity, or business or activity of a specified class or description, at Lloyd's; and
    - (ii) a direction or requirement that the *Lloyd's broker* shall not hold itself out as a *Lloyd's broker*.

Permission to broke insurance business after removal

55. Notwithstanding that the name of a *Lloyd's broker* has been removed from the register, the *Franchise Board* may, if it considers that there is good reason to do so, and on such conditions and for such period as it thinks fit, permit –
- (a) that former *Lloyd's broker* to continue to broke insurance business at Lloyd's;  
or
  - (b) any other *person* to broke insurance business at Lloyd's on behalf of that former *Lloyd's broker*

for the purposes only of discharging the continuing functions of that former *Lloyd's broker* in connection with insurance contracts, *binding authorities* and *line slips* effected by it or for which it had undertaken responsibility before the date of such removal from the register of *Lloyd's brokers*.

### Section 3      Miscellaneous and transitional provisions

#### Part M – Miscellaneous and transitional provisions

##### Acceptance of business

56. A *member* may, at any time, in the course of his underwriting business at Lloyd's –
- (i) accept business through an *approved coverholder* or a *restricted coverholder* in accordance with the terms of a *registered* or a *restricted binding authority* either from a broker, intermediary or directly from a policyholder;
  - (ii) accept business through *Lloyd's Japan Inc* directly from any proposer or *non-Lloyd's broker* in Japan in accordance with such conditions and requirements as the *Franchise Board* may from time to time prescribe.

##### The Franchise Board

57. All references in this Byelaw to the *Franchise Board* shall be deemed to also be references to the *Council*. The *Franchise Board* may exercise all of the powers, discretions and functions set out in this Byelaw as the agent of the *Council*.

##### Managing agent's obligations (coverholder arrangements)

58. A *managing agent* shall not authorise, permit or cause a *coverholder* to act in contravention of any of the *requirements of the Council*.
59. A *managing agent* shall immediately notify the *Franchise Board* in writing if it knows or believes or has reason to believe that any *coverholder* is acting or has acted in contravention of any provision of this Byelaw or of any of the *requirements of the Council*.
60. A *managing agent* shall take all reasonable steps to satisfy itself that an *approved coverholder* remains suitable to be an *approved coverholder* or that a *restricted coverholder* remains eligible to be a *restricted coverholder* in accordance with this Byelaw and any requirements as prescribed by the *Franchise Board* prior to the *managing agent* delegating its authority to enter into a contract or contracts of insurance to that *approved coverholder* or *restricted coverholder*.

61. A *managing agent* shall immediately notify the *Franchise Board* in writing in the event that it knows or believes or has reason to believe that any of the events at paragraph 19 (a) to (e) or paragraph 28 (a), (c) or (d) has occurred or is likely to occur.
62. Nothing in this Byelaw shall permit a *managing agent* to delegate its authority to enter into a contract of insurance on behalf of a *member* or to delegate its authority to issue documents evidencing contracts of insurance underwritten on behalf of a *member* where such delegation would be contrary to the laws, regulations or requirements of the *country* in which the business will be transacted.

#### Publication

63. The *Franchise Board* may, where appropriate, publish any decision made under this Byelaw in such terms as it sees fit.

#### Fees

64. Every *applicant* for registration as a Lloyd's Broker shall pay to the *Society* such fees as the *Franchise Board* may from time to time require.
65. Every registered *Lloyd's broker* shall pay to the *Society* such fees as the *Council* may from time to time require.

#### Divestment

66. No registered *Lloyd's broker* shall be a *managing agent* (as defined in section 12(1)(a) of Lloyd's Act 1982) or associated with a *managing agent* (as defined in section 10(2) of Lloyd's Act 1982) unless the *Council* otherwise gives its permission in accordance with section 10(4) of Lloyd's Act 1982.

#### Prohibition on unregistered persons broking insurance business at Lloyd's

67. Subject to any byelaw made under section 8(3) of Lloyd's Act 1982 by which *underwriting members* are permitted to accept or place business otherwise than from or through a registered *Lloyd's broker*, no person may broke insurance business at Lloyd's unless registered as a registered *Lloyd's broker* under this Byelaw.

#### Disclosure of information

68. The *Franchise Board* may where necessary or appropriate require a registered *Lloyd's broker* to give its consent to the *Financial Services Authority* or any other insurance intermediary regulator to disclose information which relates to that registered *Lloyd's broker* to the *Franchise Board*.

#### Revocations and consequential amendments

69. The following Byelaws are revoked –
- (a) The Lloyd's Broker Byelaw (No. 7 of 2004); and
  - (b) The Delegated Underwriting Byelaw (No. 1 of 2004).
70. Every reference in the *requirements of the Council* to the Byelaws referred to at paragraph 69 shall, save where the context otherwise requires, be deemed to be a reference to this Byelaw or, in the case of a definition, to the Definitions Byelaw.
71. The Definitions Byelaw (No. 7 of 2005) is amended by deleting the words “Lloyd's Brokers Byelaw (No.7 of 2004)” and “Delegated Underwriting Byelaw (No.1 of 2004) and substituting therefor a reference to this Byelaw.

#### Transitional and miscellaneous arrangements

72. The *Franchise Board* shall on 2 April 2007 enter in the register of *approved coverholders*, maintained in accordance with this Byelaw, the name of any person who on 1 April 2007 was an *approved coverholder* in accordance with the Delegated Underwriting Byelaw (No. 4 of 2004).
73. The *Franchise Board* shall on 2 April 2007 enter in the register of *restricted coverholders*, maintained in accordance with this Byelaw, the name of any person who on 1 April 2007 was a *restricted coverholder* in accordance with the Delegated Underwriting Byelaw (No. 1 of 2004).
74. Every *coverholder* which as at 1 April 2007 was subject to a direction, condition or requirement, imposed under paragraph 16 of the Delegated Underwriting Byelaw (No. 1 of 1994) shall from 2 April 2007 be deemed to be subject to a corresponding direction, condition or requirement imposed under paragraph 16 of this Byelaw.

75. Every review of a *coverholder's* approval which as at 1 April 2007 was being conducted pursuant to the terms of paragraph 17 of the Delegated Underwriting Byelaw (No. 1 of 1994) shall from 2 April 2007 be deemed to be a review conducted by the *Franchise Board* in accordance with paragraph 17 of this Byelaw.
76. The *Franchise Board* shall on 2 April 2007 enter in the register of *Lloyd's brokers*, maintained in accordance with this Byelaw, the name of any person who on 1 April 2007 was an accredited Lloyd's broker or a provisionally accredited Lloyd's broker in accordance with the Lloyd's Brokers Byelaw (No. 7 of 2004).

#### Supplementary directions, conditions and requirements

77. The *Franchise Board* may at any time give such directions or impose such conditions or requirements as may be necessary in order to clarify or supplement the matter set out in this Byelaw or otherwise to give effect to orderly transitional arrangements.

#### Commencement

78. This Byelaw shall come into force on 2 April 2007.

#### Notes

These notes, the note setting out the purpose of this Byelaw and the part and paragraph headings are for guidance only and do not form part of the Byelaw.