QMA Delta Consultation & Strategy Briefing

Final outcomes and Strategic direction

A clear line from what we heard, to what we concluded, to what happens next

Speaker introductions

Host



Jonathan Pinkney

Head of Change

QMA Delta



Elaine Lim

Finance Change Manager

Strategy



Jim Bichard

CFO

Agenda



01 Intro by the host — 3 min

Jonathan Pinkney: welcome and introductions

02 QMA Delta consultation outcomes — 30 min

Elaine Lim: journey, feedback and final position by return
Decision principles, roadmap and next steps

03 Year End Reporting — 7 min

Jim Bichard: Tagging assurance update

04 Reporting rationalisation strategy — 15 min

Jim Bichard: strategy alignment and future direction

05 Wrap-up — 5 min

Jonathan Pinkney: materials and follow-up

QMA Delta Consultation

QMA Delta Journey

Final outcomes

Presenter: Elaine Lim

Executive outcome

The consultation confirms the future direction, while identifying targeted opportunities to reduce burden.

Maintain the QMA Delta in the short term.

Why not remove now?

Compliance, tax, regulatory, audit and operational dependencies remain.

No complete alternative data source or technology solution is currently available.

What the market confirmed

The form itself is often not the main burden. Audit, governance, reconciliation, manual transformation, duplication and misaligned formats drive effort.

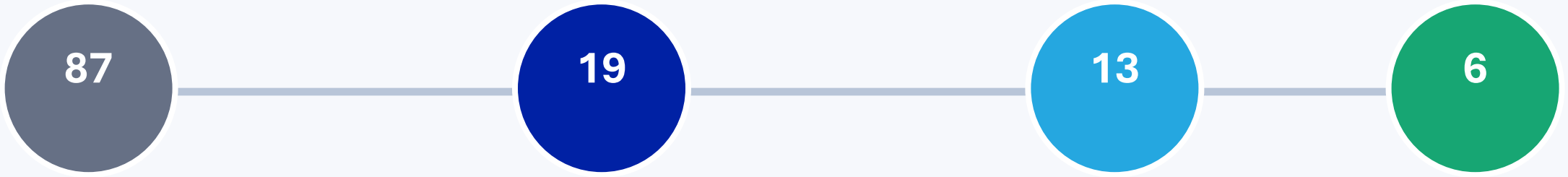
What changes next

Pursue targeted simplification. Align structural rationalisation to Lloyd's Strategy for data, reporting and technology transformation.

CONSULTATION-LED, RISK-AWARE

The rationalisation journey

The remaining Delta is the residual set of requirements that could not be safely removed.



The programme standardised UK GAAP syndicate accounts, introduced iXBRL submissions and quarterly Flash reporting, simplified Schedule 3, and reduced unique QMA forms from 87 to 19.

THE DELTA IS THE HARD-TO-REMOVE RESIDUAL

Decision principles

The consultation points to a disciplined sequence for further rationalisation.

1. **Protect the outcome**
   Do not remove data needed for tax, regulation, oversight, distribution or external market use.
2. **Target genuine burden**
   Prioritise audit, governance, reconciliation, timing, validation and manual transformation.
3. **Avoid burden shifting**
   Do not merge forms merely to reduce the form count or invest in legacy technology without a durable end state.
4. **Transform structurally**
   Connect future rationalisation to common data standards, open architecture and the wider reporting and technology strategy.

NECESSARY • PROPORTIONATE • FUTURE-READY

What we heard across the consultation

The same burden drivers appeared repeatedly across different forms and use cases.

1

Audit & governance

Separate opinions, repeat reviews, sign-offs and auditor interaction amplify effort.

2

Manual transformation

Spreadsheets, allocations, remapping and reconciliation remain common.

3

Misalignment & duplication

Lloyd's formats and timing do not always align to internal reporting or other returns.

4

Technology constraints

Legacy platforms and fragmented submission routes limit sustainable change.

5

Data remains needed

Core tax, oversight, distribution, market reporting and capital-provider use cases persist.

Consultation implication: reduce burden at the process, assurance and data-architecture level, not by simply moving forms between returns.

Tax and regulatory reporting

Keep the core service model, but focus improvement on assurance, alignment and timing.

What we heard

Audit and governance drive most effort.
Multiple submissions create reconciliation.
Manual YOA allocation remains.
Year-end timing adds pressure.

Lloyd's conclusion

YOA reporting remains fundamental for UK and US tax.
The underlying data requirement remains necessary.
Changes must protect tax-authority relationships and established controls.

Targeted opportunities

Explore reduced audit burden.
Improve alignment across QMA 114, Schedule 3 and US SIS.
Review staggered or aligned submission windows.

OUTCOME: RETAIN DATA REQUIREMENTS, REDUCE PROCESS BURDEN

Liquidity

QMA 350u cannot be retired because there is no approved alternative for liquidity oversight.

What we heard

Opening-to-closing reconciliation
Manual transaction analysis
Granularity beyond some internal reporting
Different levels of automation across firms

Lloyd's conclusion

No approved alternative exists for liquidity oversight.
Syndicates' stress-test cashflow projections are not an approved replacement for QMA 350u.

Reporting requirement

Retain QMA 350u.
The return cannot be retired without an approved alternative.

OUTCOME: RETAIN QMA 350u

Forecast and distribution

Retain core outputs, with targeted simplification where it does not undermine comparability or member processes.

What we heard

QMA 120u – Forecast
Generating and validating forecasts, systems and process variation, and transformation to Lloyd's format drive burden.

QMA 250 / 360 – Distribution
The member-level distribution purpose is understood and accepted. The forms themselves are not materially burdensome.
Audit duplication, governance and currency restrictions create inefficiency.

Lloyd's conclusion

QMA 120u – Forecast
Provides forecast-to-ultimate by YOA and is the sole source for SEQ reporting.
Retain the framework to preserve consistency and comparability.

QMA 250 / 360 – Distribution
Retain the forms and protect member processes.

Targeted opportunities

QMA 120u – Forecast
Explore focused simplification of outputs and alignment.

QMA 250 / 360 – Distribution
Explore consolidation with 102, unused data removal, audit reduction and optional original-currency distribution.

OUTCOME: RETAIN CORE OUTPUTS, PURSUE TARGETED SIMPLIFICATION

Oversight returns: major loss and reinsurance

The market supports simplification, but moving data into other legacy returns is not a durable answer.

What we heard

QMA 800u – Major losses
Manual rework, overlap with RRQ/RRA, dual-currency complexity and limited internal use.

QMA 710u – Reinsurance
LORS remapping, IBNR allocation, validation scope, thresholds, FX noise and format misalignment drive effort.
Views on materiality-based scope were mixed.

Lloyd's conclusion

QMA 800u – Major losses
Retain for now. Consolidation would require changes to legacy CMR and could shift rather than remove burden.

QMA 710u – Reinsurance
Retain for now. A move to SRS would also depend on legacy CMR.

Consolidation considerations

QMA 800u – Major losses
Broad support for consolidation with RRQ, subject to timing.

QMA 710u – Reinsurance
A move to SRS requires alignment with long-term data architecture.

DESIGN THE FUTURE STATE BEFORE MOVING THE DATA

Final position by return

Forms retained pending targeted or structural alternatives.

Tax & regulatory	102, 112, 114, 203, 206, 223	Retain	YOA, tax, regulatory and audited evidence requirements remain
Forecast	120u	Retain	Sole source for SEQ and a consistent market forecast dataset
Liquidity	350u	Retain	Support liquidity oversight under Principle 9 of Lloyd's Principles Based Oversight (PBO).
Distribution	250, 360	Retain	Required for member-level distribution and established automated processes rely on legacy technology
Reference data	630	Retain	Only collection point mapping closed YOA to open YOA for RITC
Reinsurance / major loss	710u, 800u	Retain	Critical oversight datasets; proposed consolidation would rely on legacy technology

Proposed roadmap

Immediate action is specific; broader rationalisation depends on the Strategy for the future Lloyd's reporting and data architecture.

NOW

Implement confirmed outcome

- Finalise consultation response
- Publish response paper

TARGETED

Reduce avoidable burden

- Audit and assurance review
- Timing and alignment changes
- Validation, thresholds and unused data points

STRUCTURAL

End state

- Common data standards
- Simplified ingestion experience
- Replace legacy architecture

Final takeaway

The consultation does not support a wholesale switch-off today.

It supports a more credible path:

retire where a proven alternative exists, reduce avoidable process burden now, and complete structural rationalisation through the future data and reporting strategy.

Year End Reporting

Presenter : Jim Bichard

Proposed removal of external tagging assurance

Beacon-supported review and managing agent attestation for FY2026, subject to approval and successful market testing.

1. Test and approve

Market test before withdrawal
A representative cohort through LMA Finance tests whether Beacon reports provide sufficient evidence for attestation.

Decision gate
Withdraw external iXBRL assurance only when the market test group confirms the solution is fit for purpose.

Proposed rollout
Approval to CoreFiling by 30 October 2026 enables deployment and training on 1 December 2026.

2. Review and correct

Lloyd's provides Beacon access
Managing agents use Beacon review reports and supplementary guidance to check tagged data against Syndicate Accounts.

Qualified management review
Investigate and correct all identified exceptions, inconsistencies and tagging anomalies before submission.

Evidence and controls
Apply appropriate governance and management controls to support tagging accuracy and completeness.

3. Attest and submit

Annual managing agent attestation
Confirm compliance with Lloyd's instructions and taxonomy, review of Beacon outputs, and consistency with account disclosures.

Proposed sign-off
Finance Director and Director / Compliance Officer sign on behalf of the managing agent.

FY2026 implementation
Publish the attestation template and train managing agents. Refine Beacon reports in later periods using market feedback.

SCOPE: iXBRL ASSURANCE ONLY. STATUTORY AUDIT AND REGULATORY REQUIREMENTS REMAIN

Reporting rationalisation

Strategy Alignment

Presenter : Jim Bichard

Wrap-up

We will upload the presentation, video and final consultation paper to Lloyds.com.

For any queries, please contact

reporting.rationalisation@lloyds.com

Thank you

Questions

Answers to chat queries from briefing

Four questions from the chat — answered

Key clarifications from the QMA Delta briefing all in relation to Tagging Assurance on 22 October 2026

QUESTIONS	ANSWERS
Q1 **When will written confirmation be issued?**	Within the next couple of working days, once the wording and distribution approach are finalised.
Q2 **Have audit firms been consulted?**	Yes. Lloyd's has spoken with representatives of two firms; each managing agent should confirm the implications with its own auditors.
Q3 **Which accounts are covered?**	Annual and interim accounts are in scope for this change. There are no expected update to Schedule 3 processes. Further details will be available at our Annual Market Briefing – 2nd December 2026 Tagging opinions for SUK is a PRA requirement and is out of scope in this context.
Q4 **Are tagging providers ready for Beacon?**	Beacon access will only be provided to Managing Agents. The purpose of Beacon is to enable Managing Agents to review and validate tagged accounts received from their tagging providers before submission to Lloyd's. Tagging providers will not require direct access to Beacon. However, Managing Agents should continue to work with their tagging providers to ensure tagged outputs are aligned to the Lloyd's Taxonomy before submission into Beacon.