

Market Bulletin

Ref: Y5202

Title	Risk Codes
Purpose	To notify the market of changes to Lloyd's risk codes
Type	Event
From	Caroline Dunn Head of Class of Business Performance Management
Date	23 August 2018
Deadline	To be adopted for all business incepting on or after 1 January 2019
Related links	www.lloyds.com/riskcodes

The Performance Management Division (PMD) has undertaken a market consultation, with the assistance of the LMA, to identify where Lloyd's would benefit from additional granularity and clarity in the reporting provided for classes of business. As a result, 7 new risk codes have been created and amendments have been made to 13 existing risk codes.

These changes will be effective for business incepting on or after 1 January 2019. However, any syndicates writing these risk codes will need to include them in their 2019 Syndicate Business Forecast (SBF) returns from September 2018.

New Risk Codes

Risk Code	Description
KB	DISABILITY LONG TERM BENEFIT
NV	NUCLEAR LIABILITY LIMITATION EXCESS OF 10 YEARS
XQ	NM LIABILITY EXCESS OF LOSS IN USA - CLASH
UR	NM GENERAL AND MISC LIABILITY ALL OTHER INCL USA - BINDERS ONLY
US	NM GENERAL AND MISC LIAB CLAIMS MADE INCL USA - BINDERS ONLY
NR	NM GENERAL AND MISC LIABILITY ALL OTHER EXCL USA - BINDERS ONLY
NS	NM GENERAL AND MISC LIAB CLAIMS MADE EXCL USA - BINDERS ONLY

Changes to Existing Risk Code Descriptions

Risk Codes D2 – D5

For the purposes of determining which of the risk codes D2 to D5 (“D&O Liability”) is applicable, risk codes should be based upon whether or not the insured has **any shares** traded on the New York Stock Exchange, NASDAQ, or any recognised US stock exchange including by way of an ADR programme Level II or III. However, underwriters should always be mindful of the overriding guidance given in Section 3.5 of the guidance in [Market Bulletin Y4886](#) regarding “USA/Non USA” designated codes.

Risk Code CZ

Mapping for TRIA amended to 6T (rather than 7T)

Risk Code	Description
CF	CONTRACT FRUSTRATION IN ACCORD MKT BULLETIN Y1591
CR	CREDIT RISK IN ACCORD MKT BULLETIN Y1591

NL	NUCLEAR LIABILITY LIMITATION NOT GREATER THAN 10 YEARS
XF	NM LIABILITY EXCESS OF LOSS IN USA - RISK EXPOSED
UA	NM GENERAL AND MISC LIABILITY ALL OTHER INCL USA - EXCL BINDERS
UC	NM GENERAL AND MISC LIAB CLAIMS MADE INCL USA - EXCL BINDERS
NA	NM GENERAL AND MISC LIABILITY ALL OTHER EXCL USA - EXCL BINDERS
NC	NM GENERAL AND MISC LIAB CLAIMS MADE EXCL USA - EXCL BINDERS

Further Information

Full risk code descriptions and mappings will be available in September on Lloyds.com at www.lloyds.com/riskcodes.

If you have any questions please contact:

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