

MARKET BULLETIN

REF: Y4408

Title	Broker Errors and Omissions Insurance
Purpose	To provide clarification to managing agents of the recently issued new requirements regarding the underwriting and claims handling in respect of broker errors and omission insurance
Type	Event
From	Tom Bolt Performance Management Directorate
Date	6 th July 2010
Deadline	N/A
Related links	N/A

Broker Errors and Omissions Insurance

Further to the recently issued Market Bulletin Y4390 of 21 April 2010, Lloyd's has deemed it prudent to provide clarification of the reporting requirements detailed in market bulletin Y4390 in response to a number of queries from managing agents.

In order for Lloyd's to monitor more effectively this particular type of business and the extent to which it is being written, Lloyd's now requires managing agents to provide details in their business plans of broker E&O written in respect of brokers which place business directly with their syndicates. This requirement applies to broker E&O insurance placed in the open market, facultative reinsurance (including the reinsurance of captives) and lineslips but does not include business written through coverholders.

All other requirements cited in the original bulletin will remain unchanged.

If managing agents have any questions about this bulletin, they may contact David Indge (Email: david.indge@lloyds.com, Tel: 020 7327 5716) in respect of underwriting and business plans and Kent Chaplin (Email: kent.chaplin@lloyds.com, Tel: 020 7327 5552) in respect of claims.