

FROM: Steve Quiddington, EXTN: 6261  
DATE: 18 April 2005 REF: Y3543  
SUBJECT: 2005 Timetable for Auctions and Coming into Line.  
SUBJECT AREA(S):  
ATTACHMENTS: Timetable

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ACTION POINTS: **Agents and Direct Corporate Members to note**  
DEADLINE(S): **None**

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## Introduction

During 2004 a number of issues were identified with the Lloyd's Business Timetable. Some of these were considered to be of vital importance and soluble in the short-term and were consequently tackled during 2004. However, a number of issues were identified which it was felt could not be fully reviewed during 2004.

A review project, reporting to the Timetable Steering Committee, was set up to consider those issues. A process of consultation was undertaken to seek market participants' views as to how the timetable process could be improved. As a result of the consultation process, it has been agreed that there is little scope to change fundamentally either the timetable itself or the underlying processes, such as the auctions. However, some dates including the deadlines for members to give notice of resignation, acceptance of pre-emption offers and conversion from unlimited to limited liability status have been extended beyond the Syndicate Business Plan approval deadline of 28 October 2005.

The main highlights of the timetable for 2005 (a copy of which is attached) are as follows:-

### **Membership and Underwriting Conditions and Requirements (M&URs)**

The 2006 M&URs will be issued by 18 July 2005.

### **Quarterly Monitoring Return ("QMR")**

The second quarter QMR release to capital providers has been brought forward by a week to 24 August to allow more time for analysis prior to the first Auction.

### **Auctions and Capital Requirements**

The main auction season will consist of three auctions during September:-

Auction 1	Day 1	6 September
Auction 2	Day 1	15 September
Auction 3	Day 1	27 September

A limited fourth auction will be held on 17 and 18 November 2005. Participation in that auction will be determined on the same basis as in 2004.

Transfers of capacity after the fourth auction will be permitted on the basis set out in Market Bulletin 70/2000 issued on 14 September 2000.

Managing agents will receive the RBC software on the 27 May 2005 with indicative data being issued to member agents on 13 June, followed by a further release on 18 July which will include the 2006 syndicate business forecast ("SBF") data. Further economic capital releases, i.e. RBC adjusted to agreed ICA's with economic loading, will be made on 24 August, 16 September (post Auction 2) and 12 October (post Auction 3 and SBF 3<sup>rd</sup> submission).

There will be a final economic capital release on 9 November following Syndicate Business Plan approval on 28 October and preceding the coming into line deadline of 29 November.

The attached timetable is also reflected on the business timetable which is available through the L-Net at:-

Infobase  
Business codings and procedures  
Lloyd's Business Timetable

Any queries on this Bulletin should be referred to Lynda Edwards on Lloyd's extension 2058 (or by e-mail to [lynda.a.edwards@lloyds.com](mailto:lynda.a.edwards@lloyds.com)).

This bulletin has been sent to members' agents, managing agents, direct corporate members and, for information, to all Market Associations.

**S M Quiddington**  
**Director, Operations**

**2005 TIMETABLE**

31 March 2005 FAL valuation released to Members' Agents	20-Apr-2005
Provisional termination of Agency Agreements in respect of Fee/Profit Commission Increases, Mergers and Minority Buyouts	30-Apr-2005
QMR Q1 2005 submitted by Managing agent	26-May-2005
30 April Release Test results released to Members' Agents and Direct Corporate Participants	27-May-2005
Indicative RBC release to agents (will include an economic capital loading based on 2005 ICA submissions)	27-May-2005
QMR Q1 dispatched to recipients	01-Jun-2005
RBC indicative data to members agents (ICA's not included)	13-Jun-2005
Full applications to Admissions for Fee/Profit Commission increases, Mergers and Minority Buyouts	17-Jun-2005
Syndicate Business Forecast – 1st submission (inc ICA)	23-Jun-2005
RDS - dispatched to recipients (Managing Agents Gross and Net Loss Data)	27-Jun-2005
SBF – dispatched to recipients	01-Jul-2005
RBC release to agents (inc 2006 SBF but no ICA adjustments)	18-Jul-2005
Membership and Underwriting Conditions and Requirements (MAUR's)	18-Jul-2005
Syndicate Business Forecast – 2nd submission	28-Jul-2005
SBF – dispatched to recipients	05-Aug-2005
QMR Q2 submitted by Managing agent	18-Aug-2005
31 July Release Test results released to Members' Agents and Direct Corporate Participants	19-Aug-2005
Economic capital release to agents (will include ICA if finalised/ not RBC + agreed % loading)	24-Aug-2005
QMR Q2 dispatched to recipients	24-Aug-2005
Auction 1 – Day 1	06-Sep-2005
Auction 2 – Day 1	15-Sep-2005
Economic capital release to agents	16-Sep-2005
Syndicate Business Forecast/Plan deadline – 3rd submission	22-Sep-2005
Auction 3 – Day 1	27-Sep-2005
SBF – dispatched to recipients	30-Sep-2005
Economic capital release to agents	12-Oct-2005
Members' agents and direct corporate participants to provide confirmation of aggregate level of supported expected for 2006 to managing agents	14-Oct-2005
Auction settlement	28-Oct-2005
Syndicate Business Plan approval deadline	28-Oct-2005
Final Syndicate Business Plan dispatched to recipients	31-Oct-2005
Last date to resign if member wishes to be excluded from provisional stamp	31-Oct-2005
Provisional stamp	01-Nov-2005
Capacity Markets to announce which syndicates will be admitted to the Fourth Auction	02-Nov-2005
Resignation from Lloyd's or syndicate deadline	05-Nov-2005
Pre-emption acceptance deadline	05-Nov-2005
Deadline to convert names capacity without requiring managing agent consent	05-Nov-2005
Drop notification deadline for syndicates not involved in Auction 4 *	07-Nov-2005
Final economic capital release to agents	09-Nov-2005
Auction 4 – Day 1	17-Nov-2005
Drop notification deadline for syndicates involved in Auction 4 *	22-Nov-2005
QMR Q3 submitted by Managing agent	24-Nov-2005
Coming into Line	29-Nov-2005
QMR Q3 dispatched to recipients	30-Nov-2005
Auction settlement	15-Dec-2005
Syndicate Business Plans dispatched to recipients in line with 2006 capacity	06-Feb-2006

\* These extensions of the resignation date are subject in all cases to the consent of the relevant managing agent