

## MARKET BULLETIN

REF: Y4089

<b>Title</b>	<b>Annual collection of Swiss technical reserves (Bound Assets)</b>
<b>Purpose</b>	To inform underwriters that the collection of the 2008 Swiss reserves ("Bound Assets") will be calculated by reference to outstanding Swiss claims and premium income reported for 2007
<b>Type</b>	Annual
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<b>Date</b>	5 December 2007
<b>Deadline</b>	19 December 2007

Underwriters who have written Swiss business in 2007 are reminded that the annual collection of Swiss technical reserves (known as "Bound Assets") to be made by Additional Securities Limited in the 1<sup>st</sup> Quarter 2008 will be calculated on the basis of syndicates' Swiss premium income recorded in 2007 and outstanding claims as at 31 December 2007.

Lloyd's Swiss office, Zurich ("LSO") will calculate the total liabilities as at 31 December 2007 (the "Bound Assets Reserving Requirement") and the level of Bound Assets reserved to meet that requirement. LSO uses *inter alia*, outstanding claims data supplied by XChanging Claims Services ("XCS"). The required amount of Bound Assets will be collected from syndicates and transferred to Lloyd's trust accounts in Switzerland.

All Swiss claims for all years of account recorded by XCS as still outstanding at 15.00 hours on Monday 31 December 2007 will form part of the calculation of Bound Assets to be collected from syndicates in 1<sup>st</sup> Quarter 2008. However, these claims must be submitted to XCS before 19 December 2007 in order to be processed.

Underwriters are therefore reminded of the importance of submitting claims for settlement by this deadline, to avoid the possibility of paid claims being treated as still outstanding for Swiss regulatory purposes.

**Further information:**

If you have any queries relating to the calculation of the Swiss Bound Assets reserving requirement, please address them to Graham West at Lloyd's Zurich office (tel. 00 41 44 266 6070; [graham.west@lloyds.com](mailto:graham.west@lloyds.com)).

Please refer questions on the procedures for ASL's collection of the syndicates' shares of the Bound Assets to Keith Coutinho (extension 5762; [keith.coutinho@lloyds.com](mailto:keith.coutinho@lloyds.com)).