

MARKET BULLETIN

REF: Y4182

Title	Hurricane Ike – claims information for regulatory reporting purposes
Purpose	To inform the Lloyd's market of the need to provide county coded information when presenting claims files to Xchanging Claims Services ("XCS") relating to Hurricane Ike.
Type	Event
From	Andrew Gurney, Senior Manager, Lloyd's International Market Access (extension 6677)
Date	17 September 2008
Deadline	Collection of claims data at county level should commence immediately.
Related links	None

Background

As with the 2004 and 2005 Hurricane seasons, Lloyd's is intending, wherever possible, to provide regulatory reporting information on an aggregate basis, on behalf of Lloyd's as a whole. There is no need for managing agents to submit their own claims information.

Lloyd's reporting is based on data centrally available. This requires XCS to record the requested information on the CLASS system. This, in turn, means that brokers must provide the necessary information when presenting claims files to XCS. The Texas Department of Insurance, where requesting claims data in respect of previous hurricane events, has required this data to be split between affected geographical territories by Texas county, and we anticipate this requirement applying to Hurricane Ike claims.

Hurricane Ike Claims

Lloyd's brokers and managing agents should therefore provide a split at county level when Hurricane Ike claims files are presented to XCS. This applies to claims presented under binding authorities, under other facilities and on an open market basis. Lead underwriters of binding authorities will therefore need to ensure that coverholders or those reporting claims provide the county location of Hurricane Ike claims. XCS issued a bulletin concerning this on 16 September, 2008, reference 2008/117.

Claims for additional living expenses (ALE) and business interruption losses should be allocated to the county in which the property subject to the claims is located.

This does not apply to reinsurance claims and it is appreciated that it is not possible to provide the county of a claim's location in all cases (for example, for offshore claims), however brokers and managing agents should use their best efforts. The reports submitted by Lloyd's to the Texas Department of Insurance can take this into account.

Hurricane Ike has been assigned Cat Code 08F and PCS Code B60.

Further information

If you have any queries about this market bulletin, please contact:

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