

MARKET BULLETIN

REF: Y4258

Title	Irish Motor Business: Regulatory Reporting Requirements
Purpose	To advise the Lloyd's Market of changes to the process for collecting Irish Motor business data for regulatory reporting purposes.
Type	Annual
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Deadline	Immediate
Related links	

Irish Motor Business

Ireland is a member of the EU, and its insurance laws reflect the EU's Insurance Directives. Lloyd's is authorised to carry on motor vehicle liability and accidental damage insurance in and from Ireland on an "freedom of services" and on an "establishment" basis.

The purpose of this bulletin is to (1) remind the Lloyd's Market of the reporting obligations on all syndicates (motor and non-motor) transacting compulsory liability insurance for motor vehicles (class 10) registered in Ireland (including liability insurance written as part of comprehensive motor policies) and (2) advise the market of changes to how Lloyd's will collect the data required to complete these reporting obligations.

This bulletin is therefore of concern to those syndicates writing Irish Motor business.

Irish Motor Returns

Lloyd's will continue to complete these returns centrally and, as with previous returns, will collect this information directly from the market. However, the process by which the relevant data is collected will change in respect of this year's return (and returns thereafter). The change is intended to ensure that data continues to be collected, in full, from all relevant syndicates.

The Motor Insurers Bureau of Ireland (MIBI) - Forms 1 & 8

In accordance with Article 37 of the Articles of Association, the MIBI requires Lloyd's to report premiums received for Motor Vehicle Insurance in respect of business transacted in the Republic of Ireland during the previous calendar year. Syndicates writing Irish motor business must complete the Irish forms No.1 and No.8 and return them to Lloyd's in April each year. These forms require detailed information about Irish motor premiums and claims. Completed forms are passed to Lloyd's Ireland, who file them with the Irish insurance supervisor. Therefore, we require all lead syndicates that have written Irish Motor business in 2008 to complete forms 1 and 8. Please contact LITA if you require these forms.

In previous years, forms 1 & 8 were included within an annual Non-XIS data collection process. Moving forward, Forms 1 & 8 have been split from the Non-XIS data collection process as these forms must be completed by lead underwriters for all Irish motor business, regardless of how it was processed, i.e. business processed via XIS and business processed outside of XIS must be reported.

In accordance with the Business Timetable, these forms need to be completed and returned to Lloyd's by 17 April 2009. A reminder will be sent to all syndicates writing Irish motor business, closer to this date.

MIBI Audit Certificate

The Freedom of Services Directive (Motor) 90/618/EEC which was implemented into Irish Law by S.I.244/1992 provides that services insurers may only be called upon to contribute to the MIBI in proportion to their share of market class 10 premium income. It is therefore necessary for the purpose of calculating the contribution of services insurers that establishment insurers should also provide a breakdown of Gross Written Premium into (a) comprehensive (b) third party fire and theft and (c) third party only.

The MIBI require this information to be audited. Therefore we will require an auditor's certificate from all syndicates writing Irish Motor business. Please contact LITA if you require this form. Please return this, along with your auditors statements to Lloyd's by 17 April 2009. To clarify, the auditors certificate is only required for the Gross Written Premium split by (a), (b) and (c) as described and **not** for Forms 1 & 8.

Automatic Number Plate Recognition (ANPR)

The Irish Insurance Federation (IIF), the MIBI, An Garda Síochána and the Department of Transport have all lent their support to the above initiative, which plans to see a number of Garda vehicles throughout Ireland with the capacity to read vehicle registration numbers from a distance. The system will be used to identify untaxed, stolen, targeted and now uninsured vehicles.

The benefits for the insurance industry could be significant. A targeted enforcement of the law on compulsory motor insurance should lead to more detections and prosecutions of uninsured drivers, more uninsured individuals deciding the risk is too great and insuring their vehicle, less uninsured claims on the MIBI and therefore a decrease in the Levy contributions.

The MIBI is now writing to all members to request their participation in this scheme through the provision of an electronic file of vehicle registration numbers which commence (gain) cover or terminate (lose) cover with each insurer, on a daily basis. In addition to this, a one off upload of company's entire book of registration numbers will be required to facilitate the development of the system.

Please note that as this time there is no implementation date as the IT implications are still being discussed. Lloyd's will continue to monitor and contribute to these discussions where appropriate and advise the market of any regulatory reporting implication and requirements.

Further information

For further information please contact

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