

MARKET BULLETIN

REF: Y4303

Title	Canadian DCAT Data Request
Purpose	To inform agents of additional data required by Lloyd's in order to comply with Canadian regulatory reporting requirements.
Type	Event
From	Kate Milner, Manager, Actuarial, Market Reserving & Capital 020 7327 5654 Kate.Milner@Lloyds.com
Date	12 August 2009
Deadline	28 August 2009
Related links	Canadian DCAT Worked Example Canadian DCAT Data Template

As part of Lloyd's Canadian regulatory reporting requirements an annual Dynamic Capital Adequacy Test (DCAT) is completed centrally on behalf of the market. One of the inputs to this is estimated Canadian premium volumes and loss ratios for the current and future years of account.

To complete the DCAT analysis Lloyd's now requires an additional data feed to obtain an estimated split of each syndicate's own business class volumes into Canadian Dollars.

Lloyd's requires data based on a sub-set of SBF form 105 (columns A to C) but for Canadian Dollar business only. The information is required separately for the 2009 and 2010 years of account. A data template is attached which shows that Lloyd's require Gross Premiums Written (gross of brokerage and commissions, and gross of reinsurance, equivalent to column C of SBF form 105), by Syndicate Class of Business, for Canadian Dollar business only.

A worked example is also attached.

Lloyd's will use the gross premium data in conjunction with information previously supplied for the syndicate on SBF form 051, to apportion the premium to risk codes that can then be aggregated into the market classes of business to be used for the DCAT analysis.

This additional return should be completed on a spreadsheet as per the attached template. The spreadsheet is to be completed for Canadian Dollar elements only. Separate returns are required for each syndicate and for each of the 2009 and 2010 years of account, and should be based on the most up to date information available. The return will **NOT** be required to be updated if expected volumes change in the future. If the syndicate does not plan to write Canadian Dollar business, a return is still required with a statement to this effect.

Completed spreadsheets should be returned via email Kate.Milner@Lloyds.com no later than Friday 28th August.

For technical queries please contact either Jerome Kirk (0207 327 5812 Jerome.Kirk@lloyds.com) or Kate Milner (0207 327 5654 Kate.Milner@Lloyds.com) from the Market Reserving and Capital team.