

**ACCOUNTING BORDEREAU(X)/REPORTING AND SETTLEMENTS
(NON LINEAGE ACCOUNTING AND SETTLEMENT)**
(for use in conjunction with LMA3115 Canadian Binding Authority Agreement)

The following provisions for Section 24 are incorporated in the Agreement:

SECTION 24

ACCOUNTING BORDEREAU(X)/REPORTING AND SETTLEMENTS

- 24.1 All premiums, paid claims, outstanding claims and expenses relating to insurances bound shall be allocated and declared to the Agreement;
- 24.2 The Coverholder shall report the paid premiums to the Underwriters by:
- 24.2.1 preparing paid premium bordereaux in a manner or format(s) agreed by the Underwriters;
or
- 24.2.2 making the accounting information available to Underwriters in an alternative manner agreed in advance by the Underwriters;
- The accounting information shall be reported at the interval stated in 24.2 of the Schedule until every insurance bound has expired or has otherwise been cancelled or terminated;
- 24.3 If the Coverholder is responsible for the production of claims bordereaux as indicated in 24.3 of the Schedule, the Coverholder shall report paid claims and outstanding claims to the Underwriters by:
- 24.3.1 preparing claims bordereaux in a manner or format(s) agreed by the Underwriters; or
- 24.3.2 making the paid and outstanding claims information available to Underwriters in an alternative manner agreed in advance by the Underwriters;
- The claims information shall be reported at the interval stated in 24.3 of the Schedule until every insurance bound has expired or has otherwise been cancelled or terminated and all such claims have been paid or otherwise resolved;
- 24.4 All paid premium and, if applicable, claims information due from the Coverholder shall be sent, or made available, to the Underwriters within the number of days of the end of each reporting interval as stated in 24.4 of the Schedule.
- If there is no activity during a particular reporting interval, the Coverholder shall provide a statement to that effect to the Underwriters within the number of days of the end of such reporting interval as stated in 24.4 of the Schedule;
- 24.5 The Coverholder shall produce and send, or make available, to the Underwriters a summary account showing:
- 24.5.1 the paid premium declared for the period in question, gross and net of commission, taxes and any other deductions; and
- 24.5.2 if the Coverholder is responsible for reporting claims information to Underwriters the amount of paid claims declared for the same period;
- 24.6 Settlements shall be remitted to the Underwriters within the maximum number of days of the end of each reporting interval as stated in 24.6 of the Schedule;
- 24.7 Any fees or charges that are agreed to be reimbursed by the Underwriters to the Coverholder as a deduction from the premium are as stated in 24.7 of the Schedule and shall be shown as part of the paid premium reporting.