

Glossary

Act	Enterprise Act 2002.
Aligned member	A corporate member of a syndicate that is directly or indirectly owned by the firm that owns the managing agent of the syndicate.
ALM	Association of Lloyd's Members.
Anton	Anton Private Capital Limited, a members' agent acquired by Argenta in 2005.
Argenta	Argenta Private Capital Limited, a members' agent .
Capacity	Underwriting capital.
Capacity auction	A procedure which allows a member to sell his or her participation rights in one or more syndicates for the following year of account by means of electronic bidding at specific times. Individual members and some corporate members buy and sell capacity through their members' agent .
CBS	The CBS group of companies and its management.
CBSIH	CBS Insurance Holdings Limited, the parent company of CBSPC .
CBSPC	According to context, CBS Private Capital Limited or the members' agency business purchased by HAL from CBSPC.
Corporate member	A company (in this report, other than a NameCo or group conversion scheme) that has been admitted to membership of Lloyd's .
Council	Council of Lloyd's. The governing body of Lloyd's , constituted by Lloyd's Act 1982. It is empowered to make byelaws governing the conduct of insurance business at Lloyd's .
CTP	Capacity Transfer Panel, established principally to exercise the Council's powers in relation to major syndicate transactions such as minority buyouts.
FSA	Financial Services Authority.
FSMA 2000	Financial Services and Markets Act 2000.
Group conversion scheme	A limited company or SLP , formed to enable a group of individual members to convert their unlimited underwriting.
HAL	Hampden Agencies Limited.
Hampden	The HHL group of companies and its management.
HHL	Hampden Holdings Limited, the ultimate holding company of HAL .

HPG	High Premium Group, a body representing individual members underwriting £1 million or more.
Individual member	Either a natural person admitted to membership of Lloyd's (otherwise known as a name) or a NameCo , SLP or other group vehicle that is owned by a natural person or persons.
Lloyd's	The Society of Lloyd's, a society incorporated by Lloyd's Act 1871.
Lloyd's byelaws	The primary regulations made by the Council regarding the conduct of insurance business at Lloyd's .
LLP	Limited liability partnership.
LMAS	Lloyd's Members' Agency Services Limited. A wholly-owned subsidiary of the Corporation of Lloyd's that provides administration and assistance to names no longer actively underwriting.
Managing agent	A company authorized by the FSA that is permitted by Lloyd's to manage the underwriting of a syndicate .
MAPA	Members' agent pooling arrangement, an arrangement operated by a members' agent whereby a number of members combine some or all of their capacity , thus enabling them to participate in a wider range of syndicates than would otherwise be the case.
Member	A person admitted to membership of Lloyd's .
Members' agent	An agent appointed by a member to provide services and perform duties of the same kind and nature as those set out in the standard members' agent's agreement. These services and duties include advising the member as to which syndicates he or she should participate in and the level of participation in such syndicates , and liaising with the managing agents of the syndicates in which the member participates.
Minority buyout	Where a managing agent or a connected company has been given consent by Lloyd's to buy out the remaining members of a syndicate following the making of an offer to acquire the capacity of syndicate members for consideration.
Name	A member who is a natural person underwriting with unlimited liability. Since 6 March 2003 no natural person has been admitted as a new member to underwrite on an unlimited liability basis.
NameCo	A company that is a member of Lloyd's and is owned by a single individual or a group of connected individuals or their nominees. Many NameCos were formed by names who wished to cease underwriting on an unlimited liability basis.
Names' executive	A name's personal contact within a members' agency , who advises the name on syndicate participation and other matters concerning the Lloyd's market.

Newton Follis	The Newton Follis Partnership Limited, a company authorized by the FSA that provides advisory services to members of Lloyd's .
Novate	To transfer a member's contract from one members' agent to another by means of a duly executed deed of novation.
OFT	Office of Fair Trading.
Patrick Moore	Patrick Moore & Co Pty Limited, a company providing advice to a small number of members of Lloyd's in Australia.
Pre-emption	Where a managing agent increases the underwriting capacity of a syndicate , for example when it expects to write more business in future. The participations of the members of the syndicate are increased proportionately to the extent the managing agent's pre-emption offer is taken up.
Private capital	Capital provided by persons trading as names , NameCos or SLPs .
SLC	Substantial lessening of competition.
SLP	Scottish limited partnership.
SSNIP	Small but significant non-transitory increase in price.
Substitute agent	An agent that is appointed by the Council of Lloyd's as the managing agent of a syndicate or as a members' agent by way of replacement of another managing agent or members' agent .
Syndicate	A single corporate member or a group of members to which a unique identifying number has been assigned by the Council of Lloyd's and which underwrites insurance and/or reinsurance at Lloyd's through a managing agent . The constitution of a syndicate may vary from year to year either in terms of the number of its members or the levels of their respective participation in it.
Unaligned member	A member of a syndicate that is not affiliated to the syndicate's managing agent .