<u>Delegated Claims Administrator Agreement (DCAA) Faster Claims Payment (FCP) Endorsement</u>

*Where this Agreement grants claims settlement authority to the Delegated Claims Administrator (DCA), Underwriters hereby authorise the DCA to use the Lloyd's Faster Claims Payment solution (FCP) for all claims payments up to <**insert currency and amount as per the guidance**> under this Agreement. Where such payment exceeds the DCA's Claims Handling Authority, prior agreement of Underwriters is required.*

*Claims payments in excess of <**insert the same currency and amount as above**> to be collected as an individual settlement request / cash call and may be settled via FCP once receipt of funds has been confirmed via a Vitesse notification.*

In the event the FCP limit specified above needs to be increased, agreement from all subscribing insurers must be obtained.

LMA5602
20th October 2022

<u>Delegated Claims Administrator Agreement (DCAA) Faster Claims Payment (FCP) Endorsement Guidance</u>

1) As use of FCP is specific to individual BAA's the Endorsement should be inserted in the DCAA Declaration page for the relevant BAA, within the Loss Fund section, for both 100% and subscription BAA's.

2) FCP claims payments are taken from a payment account set-up for each binder. A maximum claim payment amount that can be taken from that account has been set as a market standard for GBP, USD, EUR and CAD. The amounts set are as follows:

   GBP 150k

   USD 200k

   EUR 200k

   CAD 250k

   The currency relevant to the individual BAA should be selected and inserted into the Endorsement, along with the corresponding amount, twice, as indicated. *Note - the maximum claim payment amount is for the 100% payment amount.*

   If the market standard maximum claim payment amount is not used, express agreement to an alternative amount must be obtained from all subscribing insurers.

3) The Lead Underwriter is responsible for liaising with Vitesse to ensure the binder FCP account is set-up per the Endorsement and for notifying Vitesse of any agreed changes. Vitesse will set the account up in GBP with a maximum claim payment limit of 150k unless instructed otherwise.

4) Underwriters should ensure their FCP funding accounts, as agreed in their signed FCP contract, have minimum levels of funding that will allow for payments to be made up to the claims payment limit granted within the DCA agreement.

5) A model Endorsement has also been drafted for and should be used within the relevant BAA.