FCP CAD Regulated / Non-Regulated Guide

This guide explains how Managing Agents (MAs) classify **CAD** and **USD** FCP Payment Accounts as Canadian Regulated or Non-Regulated business when creating new payment accounts in MAS. The selected classification determines the Trust Fund used for funding and enables automated replenishment through ARCS.

Your Regulatory Classification

When creating a CAD or USD FCP Payment Account application, MAS displays a new 'Canadian Regulated Business' field. Together with the Payment Currency, this determines the account's regulatory classification.

Your selected classification is used to:

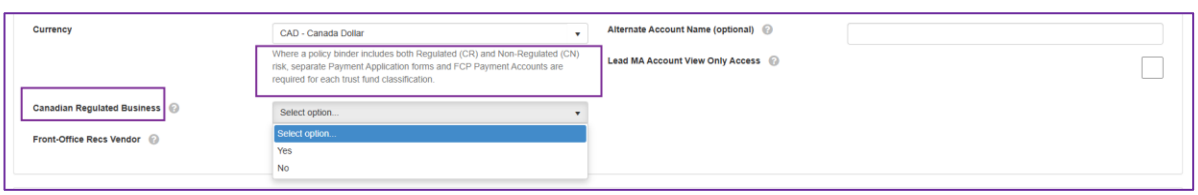
- Determine which Trust Fund is used for ARCS funding.
- Store the classification against the Payment Account.
- Display the classification in FCP Properties, Account Blend pages, FCP Cashbook and FCP Funding reports.
- Ensure payments comply with Canadian regulatory requirements.

Submitting a CAD/USD FCP Payment Account Application

Step 1: Select the Correct Classification

Select the appropriate classification when creating a new CAD or USD Payment Account:

- Canadian Regulated - Business that falls within the Lloyd's Canadian Trust Deed.
- Canadian Non-Regulated - Business that falls outside the Lloyd's Canadian Trust Deed and requires a separate Non-Regulated Trust Fund.



Canadian Regulated Business applies to CAD and USD payment accounts only.

Important: Managing Agents are responsible for determining the correct regulatory classification. Vitesse cannot provide guidance on whether business is Regulated or Non-Regulated. Refer to the Lloyd's Canadian Trust Deed and Crystal guidance on risk location.

Step 2: Verify Your Funding Account

Classification	Payment Account Currency	Permitted Funding Account for blend/payments
CADCR (Canadian Regulated)	CAD	CAD only
CADCN (Canadian Non-Regulated)	CAD	CAD only
USDCR (Canadian Regulated)	USD	USD only
USDNR (USD Non-Regulated)	USD	USD or any non-CAD
Other	Other currencies	Any non-CAD

Canadian Regulated and Canadian Non-Regulated business must be funded using the appropriate Trust Fund in accordance with Lloyd's Canadian regulatory requirements.

For detailed instructions on completing your FCP Payment Account application, refer to the LIMOSS Academy training module.

Frequently Asked Questions

Q. What should I verify before submitting my application?

- The correct regulatory classification has been selected.
- There is an eligible Funding Account for that classification.

Q. Where can I see the regulatory classification in MAS?

The classification is visible within the FCP Properties, Account Blend pages, the FCP Cashbook Report and FCP Funding Report.

Q. My business handles both Canadian Regulated and Non-Regulated risk. What should I do?

Create separate Payment Accounts for each classification. They cannot be combined in a single account.

Q. Why does my regulatory classification matter to ARCS?

ARCS is the automated funding process used to replenish FCP Funding Accounts. The classification determines which Trust Fund is used to fund accounts.

Q. Will scheduled and urgent ARCS top-ups be available for CAD?

Yes. CAD Funding Accounts will operate in the same way as the core currencies (USD and GBP), supporting both scheduled and urgent ARCS top-ups.

Q. What happens if I select the wrong regulatory classification?

- The regulatory classification cannot be changed once a Payment Account has been created.
- If the Payment Account has not yet been created, contact FCPSupport@vitessepsp.com as soon as possible. Depending on the status of your application, it may be possible to cancel it before the account is opened.
- If the Payment Account has already been created, it will need to be disabled, and a new Payment Account application submitted with the correct regulatory classification.

Support

If you need additional help or have suggestions for future enhancements, contact the FCP support team at FCPSupport@vitessepsp.com or your Relationship Manager.

To help us resolve your query as quickly as possible, please include a detailed description of the issue, along with any relevant account details or screenshots where applicable.