



# Product Statement

## Fair Value Assessment Outcome & Target Market Information

This document<sup>1</sup> has been produced by Travelers Europe in accordance with our regulatory responsibilities as a Product Manufacturer of UK General Insurance products. It is intended for use by our Distributors and not for customers or operational staff.

For more information, please speak to your usual Travelers representative.

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<sup>1</sup> This document is based on the Product Value – Information Exchange Template, version 8 November 2021 (LMA9197), developed by the following trade associations for use by all market participants to meet the requirements of the Financial Conduct Authority's product governance rules relating to information exchange: the British Insurance Brokers' Association (BIBA), the London and International Insurance Brokers' Association (LIIBA), the Lloyd's Market Association (LMA), the International Underwriting Association (IUA), the Managing General Agent's Association (MGAA) and the Association of British Insurers (ABI).

## Product Value - Information Exchange Template

Carrier name	Travelers Insurance Company Limited / TIDAC UK Branch
Broker name	As stated in TOBA
Product name	Public Sector Local Authority
Reference/UMR [Binder]	n/a
Reference [Class of Business]	TRV0125 Policy Code 2009 05/12
Date	Qtr 3 2023

Manufacturer Information
<p><b>Product information</b></p> <p>The Public Sector product provides an insurance and risk management solution aimed at local authorities, police and fire authorities, central government organisations, regional park authorities and social housing associations. The policy combines property, liability and motor covers into one comprehensive wording.</p> <p>This product is structured as a package product with the option to select optional covers which enables the client to build a commercial insurance solution to suit their needs. The product provides the following covers:</p> <ul style="list-style-type: none"> <li>• Property damage</li> <li>• Business interruption</li> <li>• Computers</li> <li>• Employer’s liability</li> <li>• Public and products liability</li> <li>• Officials’ indemnity</li> <li>• Fidelity guarantee</li> <li>• Professional liability</li> <li>• Motor</li> <li>• We provide access to risk management expertise to help manage the risks to the customer’s business whether on-site or on-line.</li> </ul> <p>This product includes the following optional covers:</p> <ul style="list-style-type: none"> <li>• Deterioration of stock</li> <li>• Money</li> <li>• Contract works</li> <li>• Goods in transit</li> </ul> <p>In accordance with the FCA PROD4 rules, a product review and fair value assessment has been completed for this product.</p> <p>The product has been subject to Travelers’s full product review process and signed off by our authorised approvers as representing fair value to customers and may continue to be marketed and distributed.</p> <p>This product meets the needs detailed within the Target Market Statement.</p> <p>The product provides fair value to customers and is working as designed. Key metrics on usage and product value are monitored and there are no concerns that the product cannot be used or that there are any barriers to claim.</p> <p>Our assessment of fair value includes review of the following management information (where available – not all data will be available for new products) as well as any other relevant insight:</p> <ul style="list-style-type: none"> <li>• Average Premium</li> <li>• Average Claims Pay-out</li> <li>• Loss Ratio</li> <li>• Policy Cancellations</li> </ul>

- Claim Declinatures as % of Total Claims
- Claims Acceptance Rate
- Ex gratia Payments Made
- Number of Complaints
- Complaints as % of Claims

#### Target market

Public Sector is a commercial product suitable for local and central government, blue light and social housing organisations who wish to insure the risks associated with the running of their services.

#### Types of customer for whom the product would be unsuitable

The Public Sector Local Authority product is designed for local and central government, blue light and social housing organisations. The employers liability and public and products liability covers are not available to Tier 1 local authorities, police or fire authorities. The motor cover is not available for police or fire authorities. It is not suitable for other trade sectors for which there are more appropriate insurance solutions.

Please refer to the policy documentation for full details of cover and exclusions.

#### Any notable exclusions or circumstances where the product will not respond

As is commonplace for Insurance products for this sector there are a number of general Exclusions including but not limited to:

- War and allied risks
- Terrorism (except where covered under the Terrorism section)
- Asbestos
- Silica
- Pollution
- Cyber Risks
- Punitive and other non-compensatory damages

Other section specific exclusions will apply, depending on the coverage selections made by the customer.

Policy excesses and cover limits are assessed on a risk by risk basis, taking into account market standards, and selected by the customer.

Please refer to the policy documentation for full details of cover and exclusions.

#### Other information which may be relevant to distributors

This document is to be read in conjunction with the full policy wording.

The distribution strategy is considered appropriate for the target market with customers having the option to purchase these products through a distributor of their choice. This product may be sold by suitably skilled agents/sub-delegates:

- on an advised basis
- face-to-face
- via telephone
- online

To ensure the customer receives fair value for this product and that they are able to make an informed choice:

- The customer's demand and needs must be assessed to ensure the product is appropriate,
- significant or unusual exclusions should be highlighted,
- care must be taken to ensure no duplicate cover exists or is created by an add-on,
- available add-ons and optional extras should be highlighted with the same emphasis as the main sections of cover,

- commission, fees or charges passed onto the customer must be proportionate to the service provided.

Date Fair Value assessment completed	<b>Quarter 3 2023</b>
Expected date of next assessment	<b>Quarter 3 2024</b>