

August 2022

Dear Distributor

## Product Approval Information Document

You are receiving this Product Approval Information Document as you are involved in the distribution of an insurance product co-manufactured by Accelerant Insurance Europe SA.

Please read this document carefully as it includes important information about the manufacturers, product and associated product approval process and fair value assessment.

### Manufacturers

Accelerant Insurance Europe SA ('Accelerant') is an insurance company authorised by the National Bank of Belgium ('NBB') and regulated by the NBB and the Financial Services and Markets Authority. In the UK, Accelerant is deemed authorised by the Prudential Regulation Authority ('PRA') and subject to regulation by the Financial Conduct Authority ('FCA') and limited regulation by the PRA. Full details of Accelerant's regulatory status can be found at [www.accelins.com/regulatory-details](http://www.accelins.com/regulatory-details).

Accelerant co-manufactures products with carefully selected Managing General Agents ('MGAs'), with products underwritten and distributed exclusively through these MGAs. The name and contact details of the MGA involved in co-manufacturing the product detailed in this document are shown in the Product Information section.

### Product Approval Process

In accordance with Accelerant's Product Oversight and Governance Policy, the product detailed in this document - please refer to the Product Information section for details - has been reviewed and approved by the firm's Product Oversight & Governance Committee. The product will be subject to ongoing monitoring and formal periodic review by both Accelerant and the MGA as co-manufacturers. Where a significant adaptation to the product is proposed, it will be reviewed and, where appropriate, approved prior to the adapted product being marketed or distributed to customers.

### Fair Value Assessment

In accordance with the relevant FCA requirements outlined in PROD 4.2 of the FCA Handbook, the co-manufacturers have analysed a range of value measures and subsequently deemed the product to represent fair value to the customer.

To ensure the customer receives fair value from this product, care must be taken to establish that no duplicate cover exists - for example, where another product has been purchased by a customer alongside a primary product (i.e. an add-on). If you provide additional services or products - including premium finance - alongside this product or receive additional remuneration in the form of fees, this may affect the intended fair value of this product to the customer and will need to be considered as part of the fair value assessment. Commission, fees or other charges passed onto the customer must be proportionate to the service provided and represent fair value.

If you would like to:

- Request further information on the product detailed in this document
- Request further information on the Product Approval Process and/or Fair Value Assessment
- Provide further information on additional services and/or products being provided and/or additional remuneration received (e.g. commission, fees or other charges)
- Raise any concerns about whether the product provides fair value to the customer

please contact the MGA involved in co-manufacturing the product, details of which can be found in the Product Information section.

Yours Sincerely



**Frank O'Neill**  
Chief Underwriting Officer

Product Information

Name of Product: Professional Indemnity Insurance

Name of MGA: Prosure Solutions Limited

MGA Contact Details: [andrewlucia@prosureolutions.co.uk](mailto:andrewlucia@prosureolutions.co.uk) or [leesaunders@prosureolutions.co.uk](mailto:leesaunders@prosureolutions.co.uk)

Date of Product Approval: 13<sup>th</sup> May 2022

Date of Fair Value Assessment: 8<sup>th</sup> July 2022

**Target Market Description:** Professional Indemnity is designed for companies or sole traders who provide a professional service for a fee to third parties and where these third party clients would need to be indemnified for faulty work or wrongful advice. This would include Architects, Accountants, Surveyors, Engineers, Design and Construction firms, Insurance Brokers, Employment Agents, Bailiffs, Media firms, Management Consultants, Technology firms and any other firm whose inadvertent mistakes could result in a loss to their clients arising from the professional service they gave for a fee.

The insured would need to have no more than GBP 50,000,000 turnover if a Design and Construction firm and GBP 10,000,000 in fee income for all other risks.

The insured would need to be for firms domiciled in the United Kingdom and with no more than 25% of their work emanating from outside the UK.

**Unsuitable Market Description:** Individuals who do not work for themselves as a sole trader, any firm that does not provide a professional service for a fee to third parties, any firms needing first party loss coverage.

If the insured were to have more than GBP 50,000,000 turnover if a Design and Construction firm and over GBP 10,000,000 in fee income for all other risks then terms would not be quoted.

The product would not be suitable for any insured domiciled outside of the United Kingdom and/or with more than 25% of their work emanating from outside the UK.

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

**Product Cover & Structure:** **Mandatory Covers**  
All losses resulting from claims made against the insured and notified to insurers for civil liability, breach of duty, negligence or wrongful acts in accordance with their professional services.

And as contained within the individual IPIDs.

**Optional Covers**  
The policy covers Professional Indemnity only.

However, other Optional Extension of Covers to the Professional Indemnity policy may be available if the insured wishes to discuss with

their broker who can in turn negotiate with insurers. Some of these may require an Additional Premium.

Subject to the specific terms, limitations, exclusions and conditions of the policy wording.

<b>Additional Information:</b>	This document is to be read in conjunction with the policy wording and IPID or summary document.
<b>Approved Distribution:</b>	This product should be sold in line with FCA regulation and has been approved for retail broker distribution whether advised or non-advised.
<b>Fair Value Over Time:</b>	Professional Indemnity Insurance covers claims made during the period of insurance only. Renewal invites will be sent well in advance of the renewal dates and regular chasing to ensure the client is treated fairly and their policy does not lapse without notification. All renewals are non-tacit and only written after having seen a proposal form or statement of fact and after having been quoted and terms accepted. Renewal limits are fully reinstated at renewal.
<b>Pricing Differentials:</b>	There is no insurance premium differential applied directly based upon: <ul style="list-style-type: none"><li>• a client's vulnerability or protected characteristics</li><li>• the choice of the client to use or not use a premium finance facility</li><li>• the client opting/not opting into an auto-renewal arrangement</li><li>• the number of policy periods the client has been covered by the product (tenure)</li></ul>