

## Product Value - Information Exchange Template

|                               |   |
|-------------------------------|---|
| Carrier name                  | Allied World Assurance Company (Europe) dac   |
| Broker name                   |   |
| Product name and reference    | Healthcare Liability Package Policy (Individuals) (UK)<br>HCLP-IN 00002 148 (08/18) |
| Reference/UMR [Binder]        |   |
| Reference [Class of Business] | Healthcare  |
| Date                          | September 2023  |

### Manufacturer Information

*The fields below should be completed by the carrier. The information provided should be sufficient for distributors in the chain to understand the value of the product, the intended target market and those to whom the product should not be marketed. Other information should be included (if relevant) to advise distributors of how their known or expected actions might affect the value of the product.*

#### Product information

##### Product Description

- Healthcare and Professional Liability.
- Claims-made healthcare liability coverage to include compensation, damages, or legal costs the insured is legally liable to pay. Defence costs are included in the limit of indemnity provided.

There are no add-on covers available to purchase separately under this product.

##### Key Features

- Damages the Insured is legally liable to pay on account of Patient Injury.
- Breach of confidentiality.
- Defamation.
- Manslaughter defence costs.
- Professional healthcare services rendered, and a claim brought within United Kingdom, Channel Islands and Isle of Man.

##### Optional Covers

- Professional Liability: Damages the insured is legally liable to pay on account of non-patient Injury caused by a wrongful act.
- Public Liability: Damages the insured is legally liable to pay on account of non-patient injury caused by a wrongful act.
- Extended reported period at an additional premium to be advised.



#### Automatic Extensions

- Public relations support in the event of a claim.
- Costs associated with court attendance, inquests, and investigations.
- Loss of documents coverage.
- Defence costs associated with fraud / dishonesty.

#### Claims

Claims are handled by Allied World. The notification process and notification e-mail address can be found in the policy schedule.

#### Complaints

Complaints are handled by Allied World:

Allied World Assurance Company (Europe) dac  
19<sup>th</sup> Floor, 20 Fenchurch Street  
London EC3M 3BY

#### Renewal Process

The renewal process and renewal notice are the responsibility of the distributor who deals directly with the customer.

#### Territorial Limits

UK, Channel Islands, Isle of Man.

#### Distribution Strategy

Our Product Approval Process considers whether the proposed distribution is appropriate for our identified target market and the competency and experience of the parties involved in the distribution of our product.

This product can be distributed via FCA authorised brokers, MGAs, and Appointed Representatives with the prior agreement of Allied World. It is appropriate for the identified target market.

Brokers must enter into our standard format Terms of Business Agreement (TOBA) before we will transact business. Our preferred tool for agreeing, managing, and administering TOBAs is provided by REG Technologies.

#### Product Governance

##### Product Governance Group (PGG)

PGG is responsible for:

- Assessing Allied World products for pricing and product fair value and how they are distributed to ensure they are appropriately designed and distributed to meet the needs of the identified target market.
- Reviewing management information to ensure the product is performing in the way expected.



- Overseeing the process for the design, testing and approval of new products and significant adaptations to existing products.

PGG has senior management representation and includes Legal & Compliance. It is chaired by the Chief Underwriter Officer and meets at least quarterly.

### **Product Approval Process**

The Product Approval Process document outlines the approval process and is applicable to products issued by Allied World Assurance Company (Europe) dac.

New products and/or significant changes to existing products are evaluated and approved prior to customer distribution and the process considers the Customer Risk Assessment Form (CRAF) which captures:

- Underwriting and regulatory information
- Acquisition costs and fees
- Customer risk
- Target market
- Product risk / product testing
- Sales risk / assessment of distribution of product
- Service risk

No significant adaptations have recently been made to the Healthcare Liability Package Policy (Individuals) (UK), reference HCLP-IN 00002 148 (08/18).

### **Product Testing**

The Product Approval Process considers what product testing is appropriate for new products or where there has been a significant adaptation to an existing product, what has been done and whether that is commensurate with the product and its complexity.

### **Product Reviews and Fair Value**

Our product governance process requires a review of our products and target market statements at least annually to determine if the product offers fair value to the end customer.

These reviews consider the:

- Target market and any changes in the foreseeable future,
- Distribution strategy,
- Remuneration structures,
- Product information and performance (considering complaints and actual vs expected loss ratios),
- When wordings were reviewed by Legal Counsel,
- The experience of those involved in product manufacturer; and
- Distribution feedback where available from distributors and customers.



|   |
|---|
| <b>Vulnerable Customers</b><br>Allied World is committed to providing positive outcomes to all customers, including the identification, assessment, monitoring and management of customers with vulnerabilities.  |
| Target market   |
| <b>What is the product?</b><br>Healthcare and Professional Liability suitable for individuals providing healthcare services.  |
| <b>Who is the product designed for?</b><br>Individual Healthcare professional's resident in the UK to provide protection against claims being made against them by patients or non-patients during their professional duties.   |
| <b>What are the Target Classes?</b><br>Individual physicians and surgeons.  |
| <b>What customer need is met by this product?</b><br>Personal liability protection against actual or alleged wrongful acts arising from the customer's role as a healthcare corporation.  |
| <b>How can the product be purchased?</b><br>This product can be sold by FCA authorised brokers either face to face, by telephone, online or a mix of these methods.   |
| <b>Are there changes anticipated to the target market?</b><br>There are no changes proposed in the foreseeable future to the identified target market.  |
| Types of customer for whom the product would be unsuitable  |
| This product is not:<br><ul style="list-style-type: none"><li>i. Designed for and would not be expected to provide fair value to customers who fall outside the identified Target Market.</li><li>ii. Suitable for small and medium sized enterprises (SMEs) or consumers as defined by the FCA. A consumer is classed as any person who is acting for purposes which are outside their trade or profession.</li></ul>  |
| Any notable exclusions or circumstances where the product will not respond  |
| <b>Important Conditions</b> <ul style="list-style-type: none"><li>• There are conditions which are precedent to our liability, and these are clearly stated in the policy wording. These conditions oblige the Insured to act in a certain way or stipulate a contingency upon which the validity of the Policy or a claim depends. It is the responsibility of the distributor to familiarise themselves with the conditions precedent and seek clarification from us if unclear.</li><li>• Limits of liability apply to each policy section, section extensions and additional cover, and the amounts are specified in the policy schedule.</li><li>• The insured must be aware of the retroactive date as contained within the policy.</li><li>• Run off cover is available to purchase but not standard within the cover.</li></ul> |



- Where an excess is payable the amount is specified in the policy schedule.
- Payment of defence costs is subject to and reduces the limits and excess.
- The insured must:
  - Give notice to the insurer of any circumstance that may give rise to a claim as soon as reasonably practical and as per the notification instructions in the policy schedule.
  - Advise the insurer of any changes to their activities and registration status.
  - Take all reasonable steps to comply with all relevant applicable laws, obligations, requirements, regulations, and codes of professional conduct.
  - Pay the premium on time and as stated in the policy schedule. The insurer has the right to give 30 days' notice of policy cancellation from inception if the premium is not received by the due date(s).
  - Fully cooperate with the insurer in the defence, investigation or settlement of any matter that may involve this policy.
- The insured may have specific additional obligations under their policy which will be shown in the policy schedule as either Exclusions, Endorsements, Conditions or Claims Conditions.

#### **Key Exclusions**

- Abuse.
- Criminal, fraudulent, dishonest, malicious, or reckless acts or omissions.
- Injury caused by an insured whilst under the influence of intoxicants.
- Prior known claims or circumstances.
- Claims first made or deemed first made prior to the start date.
- Liability arising in connection with unlicensed or unapproved products if required to be licensed for the purpose in question.
- Clinical trials.
- Public liability claims where the insured's landlord is solely or jointly liable.
- Liability under contract unless liable in the absence of the contract.
- Defamation, harassment, or extortion in connection with electronic information published or posted or threatened to be published or posted on any form of electronic media.
- Prior notified acts, errors, or omissions.
- Defence costs in respect of extensions of cover are excluded where final judgement or final adjudication is entered against the insured.
- Network security breach.
- Claim jurisdiction or territorial limit other than those declared in the schedule.

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

For general product governance queries and return of the completed Product Information Value Template please email:

[productgovernance@awac.com](mailto:productgovernance@awac.com)



For Underwriting queries please email your Allied World Underwriting contact:

[name.surname@awac.com](mailto:name.surname@awac.com)

|                                      |      |
|--------------------------------------|------|
| Date Fair Value assessment completed | 2023 |
|--------------------------------------|------|

|                                  |      |
|----------------------------------|------|
| Expected date of next assessment | 2024 |
|----------------------------------|------|

**Carolyn Shreeve**

**SVP, Chief Underwriting Officer, Europe**

Allied World Assurance Company (Europe) dac  
 19th Floor, 20 Fenchurch Street  
 London EC3M 3BY  
 United Kingdom

*The following should only be completed after the Broker Information section below has been completed and provided by Distributor 1.*

|                   |  |
|-------------------|--|
| Total commissions |  |
|-------------------|--|

|            |  |
|------------|--|
| Total fees |  |
|------------|--|

|                                      |  |
|--------------------------------------|--|
| Total other Distributor remuneration |  |
|--------------------------------------|--|

**Distributor Information**

*The fields below should be completed for all Distributors in the chain. Distributor 1 should be the Distributor in direct contact with the carrier and the highest Distributor number should be the Distributor in direct contact with the customer. The information provided should include the type and amount of remuneration (including fees and commissions) of each Distributor, where this is part of the premium or otherwise paid by the customer, for the product.*

**Distributor 1 – [insert name]**

|                     |  |
|---------------------|--|
| Retained commission |  |
|---------------------|--|

|      |  |
|------|--|
| Fees |  |
|------|--|

|                    |  |
|--------------------|--|
| Other remuneration |  |
|--------------------|--|

**Explanation of activities provided**

*Select all that apply:*

|  |        |
|--|--------|
| <b>Direct</b> – The product is distributed directly to insureds. The broker’s role is to understand the demands and needs of the insured and then obtain quotations from insurers. | Yes/No |
|--|--------|

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|---|--------|
| <b>Wholesale</b> - The broker works on the producing brokers/Appointed Representative instructions paying due regard to the best interests of the end client. | Yes/No |
|---|--------|

|  |        |
|--|--------|
| <b>Advised</b> – the product is sold on an advised basis | Yes/No |
|--|--------|

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|---|--------|
| <b>Non-Advised</b> – the product is sold on a non-advised basis | Yes/No |
|---|--------|

|   |        |
|---|--------|
| <b>Claims</b> – the broker provides claims first notification of loss | Yes/No |
|---|--------|



|  |        |
|--|--------|
| <b>Other – please describe</b>   | Yes/No |
| Information on any ancillary products/activities sold alongside the product which may affect the product's value.  |        |
| <i>Select all that apply:</i>  |        |
| Legal expenses   | Yes/No |
| Gap cover  | Yes/No |
| Key cover  | Yes/No |
| Emergency home cover   | Yes/No |
| Loss recovery (pays for a loss assessor to act on insureds behalf)   | Yes/No |
| Breakdown cover  | Yes/No |
| Windscreen cover   | Yes/No |
| Courtesy car cover   | Yes/No |
| Risk Management services e.g. health & safety assessment, consultancy  | Yes/No |
| Premium finance (if offered by the same provider) including fee structure  | Yes/No |
| Other – please describe  | Yes/No |
| Information on how the selected products above affect the product's value  |        |
|  |        |
| It is confirmed that the above remuneration paid by the customer is consistent with the regulatory obligations of Distributor 1.   | Yes/No |
| <b>Distributor 2– [insert name]</b>  |        |
| Retained commission  |        |
| Fees   |        |
| Other remuneration   |        |
| Explanation of activities provided   |        |
| <i>Select all that apply:</i>  |        |
| <b>Direct</b> – The product is distributed directly to insureds. The broker's role is to understand the demands and needs of the insured and then obtain quotations from insurers. | Yes/No |
| <b>Wholesale</b> - The broker works on the producing brokers/Appointed Representative instructions paying due regard to the best interests of the end client.                      | Yes/No |
| <b>Advised</b> – the product is sold on an advised basis   | Yes/No |
| <b>Non-Advised</b> – the product is sold on a non-advised basis  | Yes/No |
| <b>Claims</b> – the broker provides claims first notification of loss  | Yes/No |
| <b>Other</b> – please describe   | Yes/No |



|  |        |
|--|--------|
| Information on any ancillary products/activities sold alongside the product which may affect the product's value.  |        |
| <i>Select all that apply:</i>  |        |
| Legal expenses   | Yes/No |
| Gap cover  | Yes/No |
| Key cover  | Yes/No |
| Emergency home cover   | Yes/No |
| Loss recovery (pays for a loss assessor to act on insureds behalf)   | Yes/No |
| Breakdown cover  | Yes/No |
| Windscreen cover   | Yes/No |
| Courtesy car cover   | Yes/No |
| Risk Management services e.g. health & safety assessment, consultancy  | Yes/No |
| Premium finance (if offered by the same provider) including fee structure  | Yes/No |
| Other – please describe  | Yes/No |
| Information on how the selected products above affect the product's value  |        |
|  |        |
| It is confirmed that the above remuneration paid by the customer is consistent with the regulatory obligations of Distributor 2.   | Yes/No |
| <b>Distributor 3– [insert name]</b>  |        |
| Retained commission  |        |
| Fees   |        |
| Other remuneration   |        |
| Explanation of activities provided   |        |
| <i>Select all that apply:</i>  |        |
| <b>Direct</b> – The product is distributed directly to insureds. The broker's role is to understand the demands and needs of the insured and then obtain quotations from insurers. | Yes/No |
| <b>Wholesale</b> - The broker works on the producing brokers/Appointed Representative instructions paying due regard to the best interests of the end client.                      | Yes/No |
| <b>Advised</b> – the product is sold on an advised basis   | Yes/No |
| <b>Non-Advised</b> – the product is sold on a non-advised basis  | Yes/No |
| <b>Claims</b> – the broker provides claims first notification of loss  | Yes/No |
| <b>Other</b> – please describe   | Yes/No |
| Information on any ancillary products/activities sold alongside the product which may affect the product's value.  |        |
| <i>Select all that apply:</i>  |        |





|  |        |
|--|--------|
| Legal expenses   | Yes/No |
| Gap cover  | Yes/No |
| Key cover  | Yes/No |
| Emergency home cover   | Yes/No |
| Loss recovery (pays for a loss assessor to act on insureds behalf)   | Yes/No |
| Breakdown cover  | Yes/No |
| Windscreen cover   | Yes/No |
| Courtesy car cover   | Yes/No |
| Risk Management services e.g. health & safety assessment, consultancy  | Yes/No |
| Premium finance (if offered by the same provider) including fee structure  | Yes/No |
| Other – please describe  | Yes/No |
| Information on how the selected products above affect the product's value  |        |
|  |        |
| It is confirmed that the above remuneration paid by the customer is consistent with the regulatory obligations of Distributor 3.   | Yes/No |
| <b>Distributor 4– [insert name]</b>  |        |
| Retained commission  |        |
| Fees   |        |
| Other remuneration   |        |
| Explanation of activities provided   |        |
| <i>Select all that apply:</i>  |        |
| <b>Direct</b> – The product is distributed directly to insureds. The broker's role is to understand the demands and needs of the insured and then obtain quotations from insurers. | Yes/No |
| <b>Wholesale</b> - The broker works on the producing brokers/Appointed Representative instructions paying due regard to the best interests of the end client.                      | Yes/No |
| <b>Advised</b> – the product is sold on an advised basis   | Yes/No |
| <b>Non-Advised</b> – the product is sold on a non-advised basis  | Yes/No |
| <b>Claims</b> – the broker provides claims first notification of loss  | Yes/No |
| <b>Other</b> – please describe   | Yes/No |
| Information on any ancillary products/activities sold alongside the product which may affect the product's value.  |        |
| <i>Select all that apply:</i>  |        |
| Legal expenses   | Yes/No |
| Gap cover  | Yes/No |



|  |        |
|--|--------|
| Key cover  | Yes/No |
| Emergency home cover   | Yes/No |
| Loss recovery (pays for a loss assessor to act on insureds behalf)   | Yes/No |
| Breakdown cover  | Yes/No |
| Windscreen cover   | Yes/No |
| Courtesy car cover   | Yes/No |
| Risk Management services e.g. health & safety assessment, consultancy  | Yes/No |
| Premium finance (if offered by the same provider) including fee structure  | Yes/No |
| Other – please describe  | Yes/No |
| It is confirmed that the above remuneration paid by the customer is consistent with the regulatory obligations of Distributor 4.   | Yes/No |
| <b>Distributor 5– [insert name]</b>  |        |
| Retained commission  |        |
| Fees   |        |
| Other remuneration   |        |
| Explanation of activities provided   |        |
| <i>Select all that apply:</i>  |        |
| <b>Direct</b> – The product is distributed directly to insureds. The broker’s role is to understand the demands and needs of the insured and then obtain quotations from insurers. | Yes/No |
| <b>Wholesale</b> - The broker works on the producing brokers/Appointed Representative instructions paying due regard to the best interests of the end client.                      | Yes/No |
| <b>Advised</b> – the product is sold on an advised basis   | Yes/No |
| <b>Non-Advised</b> – the product is sold on a non-advised basis  | Yes/No |
| <b>Claims</b> – the broker provides claims first notification of loss  | Yes/No |
| <b>Other</b> – please describe   | Yes/No |
| Information on any ancillary products/activities sold alongside the product which may affect the product’s value.  |        |
| <i>Select all that apply:</i>  |        |
| Legal expenses   | Yes/No |
| Gap cover  | Yes/No |
| Key cover  | Yes/No |
| Emergency home cover   | Yes/No |
| Loss recovery (pays for a loss assessor to act on insureds behalf)   | Yes/No |
| Breakdown cover  | Yes/No |
| Windscreen cover   | Yes/No |
| Courtesy car cover   | Yes/No |
| Risk Management services e.g. health & safety assessment, consultancy  | Yes/No |



|  |        |
|--|--------|
| Premium finance (if offered by the same provider) including fee structure  | Yes/No |
| Other – please describe  | Yes/No |
| It is confirmed that the above remuneration paid by the customer is consistent with the regulatory obligations of Distributor 5. | Yes/No |