



Product Governance Review

Fair Value Assessment – Accident & Health – Aircrew Loss of Licence

Accident & Health – Aircrew Loss of Licence

Fair Value Assessment – Product Overview

Product Overview

This product provides cover to Commercial Airlines that provide benefits following the early termination of a pilots' career who wish to insure the financial liability that any such commitments may impose upon them.

The product is designed to cover crew who meet the international and national aircrew licensing standards to exercise the privileges of their licence to fly commercial aircraft.

Key Product Information

If during the Period of Insurance, the pilot becomes disabled, the Insurer will pay the agreed benefits specified in the policy to the airline.

Principle Exclusions

- War
- Terrorism
- Nuclear radiation
- Criminal acts
- Self-inflicted injury
- Active service with an armed force

The product may only be distributed via an appropriately licensed broker to commercial airlines.

See detailed Target Market Determination for detail on the range of customers the product is designed for as well as the groups of customers for whom the product is not appropriate and will not provide the intended value.

Fair Value Assessment Outcome: Accident & Health – Aircrew Loss of Licence

Key findings

Year Fair Value Assessment Completed	2024
<p>Fair Value Assessment Outcome</p> <p>AXA XL has conducted a comprehensive review of this product against the specified metrics, considering whether the insurance product remains consistent with the needs of the identified target market and whether the intended distribution strategy remains appropriate. The review has determined that this product continues to provide fair value in compliance with the FCA’s Product Intervention and Product Governance Sourcebook (PROD). This product will therefore be monitored as per BAU and reviewed again in 12 months as per PROD 4.2.34 requirement to undertake regular product reviews.</p> <ul style="list-style-type: none">• Claims Repudiation Rate• Claims Complaints as a % of Total Claims• Policy Cancellation Frequency• Gross Loss Ratio• Total Acquisition Ratio <p>Our approach to this product review has utilised data and MI readily available to AXA XL to conduct a quantitative analysis. Additionally, we have also performed a qualitative review. As a distributor, you may wish to consider metrics you hold in conjunction with this assessment.</p> <p>On conducting your own review, where issues are identified that are not identified within this review, please notify us so we can consider the impact on the product in our capacity as carrier.</p>	
<p>Other factors which may be relevant to distributors</p>	
<p>n/a</p>	

