



# Product Governance Review

Fair Value Assessment – Angel Risk Management – Directors and Officers (D&O)

# Angel Risk Management - Directors and Officers (D&O)

## Fair Value Assessment – Product Overview

### Product Overview

Directors and Officers Liability Insurance covers Company Directors, Officers and Senior Managers against claims arising from their decisions and actions taken whilst managing their business.

#### Key Cover

This product is designed to cover:

Losses that arise from a claim against a Director and/or Trustee in their capacity as such:

- Any sums paid to or held liable to pay the Director and/or Trustee by way of an advancement or reimbursement in relation to the Director's and/or Trustee's liability or an employment practices wrongful act;
- Shareholders derivative costs; and
- Defense costs incurred by the Director and/or Trustee in connection with an identity theft claim.

Extensions include additional excess protection for the customer's board, automatic acquisition cover, corporate manslaughter, difference in conditions, discovery period, emergency costs, outside boards, personal appointments, regulatory crisis costs, retirement runoff, spouse/estates, takeovers and mergers run-off, corporate legal liability and/or organisational and professional liability extension

**Additional Service Element:** Free guidance, legal advice and risk management support are also provided to customers as part of the policy

See detailed Target Market Statement 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: Angel Risk Management - Directors and Officers (D&O)

## Key findings

### Year Fair Value Assessment Completed

2024

#### Fair Value Assessment Outcome

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.

- **Claims Repudiation Rate**
- **Claims Complaints as a % of Total Claims**
- **Policy Cancellation Frequency**
- **Gross Loss Ratio**
- **Total Acquisition Ratio**

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.

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.

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

n/a