



Product Statement

Fair Value Assessment Outcome & Target Market Information

This document¹ 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.

¹ 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 (TICL)/ Travelers Insurance Designated Activity Company UK Branch (TIDAC UK Branch)
Broker name	As stated in TOBA
Product name	Venture Capital / Private Equity Liability Insurance for Financial Institutions
Reference/UMR [Binder]	n/a
Reference [Class of Business]	TICL: TRV0464 06.24 TIDAC UK Branch: TRV2866 09.20
Date	Qtr 3 2024

Manufacturer Information
<p>Product information</p> <p>The Venture Capital/Private Equity Insurance for financial institutions product is designed protect the personal assets of individual directors and officers from liability which arises in the course of performing their duties as investment manager or directors of a fund. Cover is also provided for the fund or manager entity facing court proceedings. Furthermore, the product provides cover for a business for defence costs incurred, and damages as a result of claims arising from a range of wrongful acts. The product also provides balance sheet protection for the company.</p> <p>This product provides the following cover:</p> <ul style="list-style-type: none"> • Investment professional liability • Portfolio company outside director liability insurance • General partners liability • Directors and officers liability and company reimbursement • Employment practices • Estate and representatives extension • Spousal extension • Attendance at investigations • Retired directors • Public relations and correction costs • Court attendance • Loss mitigation <p>This product includes the optional extension period cover in the event that the policy is not renewed by Travelers or the insured company.</p> <p>Please refer to the policy documentation for full details of cover and exclusions.</p> <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' 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; the product is suitable for use and we have not identified any barriers to claims. 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"> • Average Premium • Average Claims Pay-out • Loss Ratio • Policy Cancellations • Claim Declinatures as % of Total Claims • Claims Acceptance Rate

- Number of Complaints
- Complaints as % of Claims

Target market

The target market for this product includes:

- Small and medium venture capital and private equity managers and funds
- Incorporated (Limited companies) or unincorporated venture capital and private equity managers and funds or both
- Large venture capital and private equity managers and funds and their directors domiciled in the following territories:
 - Australia
 - Austria
 - Bahamas
 - Barbados
 - Belgium
 - Bermuda
 - BVI
 - Cayman Islands
 - Channel Islands
 - Croatia
 - Czech Republic
 - Denmark
 - France
 - Germany
 - Gibraltar
 - Guernsey
 - Hong Kong
 - Isle of Man
 - Ireland
 - Luxembourg
 - Israel
 - New Zealand
 - Jersey
 - Poland
 - Netherlands
 - South Africa
 - Norway
 - Sweden
 - Portugal
 - Singapore
 - Spain
 - Switzerland
 - UK
 - UAE

Types of customer for whom the product would be unsuitable

This product is unsuitable for:

- Private individuals
- Sole traders
- Micro enterprises
- Entities not within the private equity and venture capital sector
- Entities not domiciled in the territories listed above.
- Non-financial institutions.

Any notable exclusions or circumstances where the product will not respond

Notable exclusions or circumstances where the product will not respond include, but are not limited to:

Exclusions

- Bodily Injury
- Prior Acts
- Other Insurance
- Pollution
- Dishonest or Fraudulent Acts
- Wrongful Act after a change in control
- Pension Trustee Exclusion
- Contractual Liability Exclusion
- Insured versus Insured Exclusion
- Outside Directorship Exclusion
- Investment Performance
- Money Laundering
- Workers Compensation
- Market Abuse
- Fees and Commissions
- Terrorism

Sub-limits

- Public Relations and Correction Costs
- Court Attendance
- Loss Mitigation Cover

Excess

- An excess will typically apply to Professional Liability and Employment Practices cover

This product statement does not alter, in any way, the cover under the policy.

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 authorised person:

- On an advised basis

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	Quarter 3 2024
Expected date of next assessment	Quarter 3 2025