

Distributor Product Information Request

Product Information Request

We are gathering information to meet the FCA PROD 4 requirements for product distributors.

Please provide the following information for all products that you manufacture and make available to us. This will allow us to understand the value of the product, the intended market and if there are any customers who this product should not be marketed to, plus any other relevant information which you as the product manufacturer feel is relevant for distributors of your products.

Manufacturer Name

Lancashire Insurance Company (UK) Limited

Product Name(s)

Tristar Special Risks - Terrorism

Class(es) of Business

Terrorism

Product information and description(s)

Please note that this should cover the results of your product oversight and governance process, and should not replicate information within the policy summary or IPID

The product is predominantly sold as an add-on to property insurance bought by commercial customers in relation to their business. Therefore, this is not typically sold as a standalone product, albeit the associated buildings insurance is not mandated to be purchase through the same distributor.

This policy covers an act of terrorism that is defined as an act, including the use of force or violence, of any person or group(s) of persons, whether acting alone or on behalf of or in connection with any organisation(s), committed for political, religious or ideological purposes including the intention to influence any government and/or to put the public in fear for such purposes.

This insurance policy insures property against physical loss or physical damage occurring during the period of the policy caused by damage to property insured by an act of terrorism and/or consequential loss directly resulting from damage to any building or other property used by the insured at the premises for the purpose of the business by an act of terrorism.

Optional extensions are available for:

CBRN Coverage
Cyber Terrorism
Terrorism Public Liability

Target Market

The target market is that this product is designed for commercial customers only based in the UK and will typically only be in force whilst the associated buildings policy is in place.

Any customers for whom the product would not be suitable

The product is sold via Tristar Special Risks. The product is targeting commercial customers who are not buying this insurance in relation to their own residential property. This is not because of the suitability or quality of the product but because this is Lancashire's target market.

Any notable exclusions or circumstances where the product will not perform

<p>Damage or Consequential Loss directly or indirectly caused by, contributed to by, resulting from, arising out of or in connection with nuclear detonation, nuclear reaction, nuclear radiation or radioactive contamination, however caused.</p> <p>Damage or Consequential Loss directly or indirectly caused by, contributed to by, resulting from, arising out of or in connection with by war, invasion or warlike operations, hostile acts of sovereign or government entities, civil war, rebellion, revolution, insurrection, military or usurped power or martial law.</p>
<p>Any other information which you feel is relevant to distributors of your product (s)</p>
<p>This product is designed to be an alternative to the offering provided by Pool Re and therefore is not a mandatory policy, with other similar product(s) being available.</p>
<p>Has a 'Fair Value' assessment been completed, if yes, give date and result</p>
<p>Assessment completed as the product has been used via various brokers and commercial clients over a number of years; and this was reviewed with Tristar at the beginning of the relationship in 2018. Additionally, this is further reviewed at each annual renewal in line with latest regulatory requirements. It is noted that this product is low frequency but high impact, so it is difficult to evidence 'fair value' on a year to year basis.</p>
<p>Name & Position of person completing this form</p>
<p>James Woolerton ACII – Managing Director – TriStar Special Risks Ltd</p>
<p>Date this form has been completed</p>
<p>September 2023</p>

Providing Feedback

We welcome any feedback from our distributors on the performance of our products. All feedback will be considered in our next product review.

<h3>Distributor Information</h3> <p><i>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.</i></p>

Distributor 1 – [insert name]	
Retained commission	
Fees	
Other remuneration	
Explanation of activities provided	
<i>Select all that apply:</i>	
Direct – 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
Wholesale – The broker works on the producing brokers/Appointed Representative instructions paying due regard to the best interests of the end client.	Yes/No
Advised – the product is sold on an advised basis	Yes/No
Non-Advised – the product is sold on a non-advised basis	Yes/No
Claims – the broker provides claims first notification of loss	Yes/No

Other – 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)	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
Distributor 2– [insert name]	
Retained commission	
Fees	
Other remuneration	
Explanation of activities provided	
<i>Select all that apply:</i>	
Direct – 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
Wholesale - The broker works on the producing brokers/Appointed Representative instructions paying due regard to the best interests of the end client.	Yes/No
Advised – the product is sold on an advised basis	Yes/No
Non-Advised – the product is sold on a non-advised basis	Yes/No
Claims – the broker provides claims first notification of loss	Yes/No
Other – 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)	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
Distributor 3– [insert name]		
Retained commission		
Fees		
Other remuneration		
Explanation of activities provided		
<i>Select all that apply:</i>		
Direct – 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
Wholesale - The broker works on the producing brokers/Appointed Representative instructions paying due regard to the best interests of the end client.		Yes/No
Advised – the product is sold on an advised basis		Yes/No
Non-Advised – the product is sold on a non-advised basis		Yes/No
Claims – the broker provides claims first notification of loss		Yes/No
Other – 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)		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