



Commercial Direct Business

AXA Commercial has undertaken a Product Review and Fair Value Assessment as the manufacturer of this product, in accordance with our obligations under PROD 4.2.

Date of most recent Product Review and Fair Value Assessment	August 2023
Date of next Product Review and Fair Value Assessment to be completed by	Within the next 12 months*

**We continuously monitor our products and apply a risk-based approach to our product governance; the next review and assessment may take place before this date and this document updated accordingly.*

Outcome of the Product Review and Fair Value Assessment

As a result of the product governance activities undertaken across this product we can confirm:

- 1.The product remains consistent with the needs of the identified target market**
- 2.The product remains consistent with the fair value assessment**
- 3.The intended distribution strategy remains appropriate**

Product Description

This is a Commercial insurance product for micro-SMEs, sold direct to the customer online or by telephone. This product is modular in nature, based on 4 core covers (one of which must be selected): Public liability, Employers' liability, Professional Indemnity and Contents. A range of additional covers are available to customers (depending on the occupation and core cover selected) which includes Tools & Equipment, Contract Works, Hired in Plant, Buildings, Business Interruption and Legal Expenses.

Product Type

This is a Commercial Lines general insurance product which is suitable for business customers only.

Product Status

This product is open to new and renewal business.

Who is the product designed for?

Commercial customers with businesses based within Great Britain looking for a combined policy to provide cover for a micro enterprise, sole trader or self-employed person. This product is available to customers in Northern Ireland due to AXA's affinity partnerships.

Who is the product not appropriate for?

Non-Commercial customers, customers with larger business or more complex needs who would benefit from the guidance of a broker.

What are the mandatory product features that will meet the needs, characteristics, and goals of the target market?

This product provides a combination of Employers' Liability, Public Liability, Professional Indemnity and Contents insurance as needed by the customer's profession.

Does the product include optional covers?

In addition to the above, the following optional covers are available (depending on the customer's profession and core covers selected), up to agreed specified limits:

- Buildings
- Business Interruption
- ~~Loss of Licence~~
- Money
- Goods in Transit
- Terrorism
- ~~Deterioration of Stock~~
- Personal Accident (~~Capital and/or Weekly Benefits~~)
- Business Equipment
- Legal Expenses
- Own Plant, Tools & Equipment
- Hired in Plant
- Contract Works

How should this product be distributed?

This product is sold to customers directly by AXA.

What should distributors do to ensure the product provides fair value to the end customer?

To ensure the customer receives fair value for this product, care must be taken to ensure no duplicate cover exists or is caused by an add-on where that cover is already provided by the policy. Fees or charges passed onto the customer must be proportionate to the service provided and provide fair value.

Additional Product Literature

This document is to be read in conjunction with the appropriate policy wording and policy summary which has been provided by AXA.

Further information about the Product Review and Fair Value Assessment

When completing our Product Reviews and Fair Value Assessments we used all available information relevant to the product, and information provided by our distribution partners.

Where indicators and measures were outside AXA Commercial's tolerance, we investigated these to ensure that the product continues to remain suitable for the target market, delivers value for customers and operates in line with customer expectations. Details of any key actions taken can be found below.

Review / Assessment Area	Key Indicators and Measures	Summary outputs and actions
Product Performance	<ul style="list-style-type: none"> Target Market review Customer vulnerability considerations Product fees/charges Claims performance. Complaints performance Product Cancellations Value Measures (where the product is a value measures product) 	<p>Our assessment of these measures confirmed the ongoing fair value of this product.</p> <p>We have made some updates to the overall Target Market Statement to ensure the information provided is clear.</p> <p>This product is NOT a value measure product.</p>
Price	<ul style="list-style-type: none"> Pricing approach Commission/remuneration arrangements Loss Ratio performance COR performance Customer tenure Cost and Impact of any Add-Ons Cost and Impact of Premium Finance 	<p>Our assessment of these measures confirmed the ongoing fair value of this product.</p>
Service Delivery	<ul style="list-style-type: none"> Claims Service Metrics Complaints Service Metrics Operational Service Metrics Customer Feedback 	<p>Our assessment of these measures confirmed the ongoing fair value of this product.</p>
Distribution	<ul style="list-style-type: none"> Review of Distribution Strategy and oversight in place specific to this product A review of the extended distribution chain. 	<p>Where distribution partners responded to our information request these have been included, (if applicable) and our assessment of these measures has confirmed that the distribution strategy for this product remains appropriate. (This is subject to all distributors ensuring that the costs they pass on to customers and any add-ons sold do not adversely impact the value of this product.)</p> <p>We continue to work with our partners to obtain and assess information, and agree actions as required, to ensure the ongoing value of this product.</p>
Assurance Activity	<ul style="list-style-type: none"> Results of previous assessments of this product Review of any product changes and Significant Adaptations Review of any Risks or Incidents associated with this product. Review of other relevant Monitoring and Oversight activity relating to this product 	<p>Our assessment of these measures confirmed the ongoing fair value of this product.</p>