



Product Governance Review

Fair Value Assessment – Angel Risk Management
– Joint Contractors Tribunal Insurance (JCT)

FVA Outcome: Angel Risk Management – Joint Contractors Tribunal Insurance (JCT)

Key findings

Product Overview

This cover is purchased by Contractors on behalf of employers to provide protection against the employer's liability for loss, claims or proceedings that arise due to non-negligent damage to property (other than the contract works themselves) whilst undertaking a building contract due to collapse, subsidence, heave, vibration, weakening or removal of support or lowering of ground water.

JCT policies are fixed term policies which cover building period and maintenance/defects period (likely to be up to 36 months + 12 months)

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.

Date Fair Value assessment completed

2023

Fair Value Assessment Outcome:

The outcome of the review shows the product delivers value. 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. There is no action required from distributors at this time.

A summary of why we concluded this product is delivering value is set out below:

- **Low cancellation frequency**
- **Low repudiation rate**
- **Claims complaints as a % of total claims are Nil.**
- **1 year Gross loss ratio (GLR)** is relatively low side but as the product matures value is demonstrated

Our approach to this product review has utilised data and MI readily available to AXA XL. 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