

Aviva Deterioration of Stock Insurance Target Market Statement

This document has been prepared by Aviva Insurance Limited to provide an overview of our Commercial Lines Deterioration of Stock Insurance product. It is intended to help distributors understand the target market for this product, at new business and at point of renewal. In addition, distributors should consider whether any changes in circumstances may result in some features of the product no longer being suitable (for example distribution channel, features/covers, communication method and payment method).

Aviva Insurance Limited will overlay some eligibility and risk acceptance criteria which will be applied and shown through the quote process. This will result in some customers for whom the product is suitable not being eligible due to our current risk appetite.

Aviva Insurance Limited is the Product Manufacturer for this product and may source elements of cover from third parties. Full details are contained within the policy documentation.

Eligibility Criteria?

- Limited appetite for stock stored in vehicles and non-food stocks.

Who is Aviva Deterioration of Stock Insurance suitable for?

- Aviva's Deterioration of Stock Insurance product protects customers' frozen or chilled foods while they're stored in a cold chamber prior to sale, use or distribution.

- Customers will be covered for any loss or damage, deterioration or contamination to goods in cold storage caused by:
 - a temperature change due to operator error; or accidental damage to, or breakdown of, the refrigerator or cold store.
 - accidental leakage of refrigerant gases or fumes.
 - failure of the electricity supply to the insured's premises.

Who is this product not suitable for?

- Customers which do not require cover for frozen or chilled foods while they're stored in a cold chamber prior to sale, use or distribution.
- Customers who are not involved in running a commercial business.
- This product is not suitable for consumers as defined by the FCA. A consumer is classed as any person who is acting for purposes which are outside their trade or profession.
- Customers that require short term non-renewable cover.
- Customers who cannot afford the annual or monthly premiums.

How can Aviva Deterioration of Stock Insurance be sold?

- Aviva's Deterioration of Stock Insurance product is suitable to be sold face to face or via telephone.
- This product can be sold with or without advice depending on your preference and in line with FCA regulations.

What features should you be aware of when considering this product?

- We recognise that some individuals have additional support needs, such as alternative formatted documents, when purchasing or understanding our products. Aviva Insurance Limited is committed to helping meet these needs. If additional support is required, please contact us to discuss how we can assist the customer.
- Sales journeys must identify customer eligibility and ensure that key information and choices to be made are presented to customers in a way that supports a customer through the process of understanding core cover and configuring optional elements of insurance to suit their specific demands and needs.
- Whilst there is a degree of complexity driven by the need to select appropriate optional additional covers and tailor configurable elements of insurance, each element, limit or choice is sufficiently simple for customers to understand without advice as the underwriting method frees customers to engage with their cover selection. This alongside the annual renewal process, enables familiarity in order to support their decision making.
- Customers who pay their premiums monthly are more than likely to pay a higher premium than those who pay their premium annually, therefore consideration needs to be given regarding affordability.

Optional additional covers/Extensions which are available with this product:

Ways to enhance cover - These options come at an additional cost and can be added to core cover to provide more comprehensive benefits			
Product cover option	This product is designed to provide financial protection if	Who could this option be suitable for	Who is this product not designed to support, or are there any features that you should be aware of when offering this product to your customers?
Disposal of condemned goods	<ul style="list-style-type: none"> ● The customer has incurred costs for the disposal of condemned goods. 	<ul style="list-style-type: none"> ● Customers requiring financial protection for the costs associated with the disposal of condemned goods. 	
Cleaning and decontamination of the cold chamber following a loss	<ul style="list-style-type: none"> ● The customer has incurred costs following a loss to clean and decontaminate the cold chamber. 	<ul style="list-style-type: none"> ● Customers requiring financial protection for the costs associated with cleaning and decontaminating the cold chamber following a loss. 	
Premium Finance	<ul style="list-style-type: none"> ● This product is designed to allow customers to finance their premiums using a loan. It offers customers the option of spreading their annual payment across the term. The customer will need to pay an interest rate on the loan during this period. 	<ul style="list-style-type: none"> ● Customers who want to manage their finances on a monthly basis or do not have the finances to pay the insurance premium upfront. 	<ul style="list-style-type: none"> ● Customers who do not want to pay any interest on their premium. ● Customers who want to pay their insurance premium annually.

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