

7.1.1.



eioopa
EUROPEAN INSURANCE

AND OCCUPATIONAL PENSIONS AUTHORITY

IDD - Review of Professional Indemnity Insurance (PII) amounts

EIOPA Insurance & Reinsurance Stakeholder Group meeting
Frankfurt, 7 June 2017

- Issues

- Progress report on EIOPA's work on IDD:

- **Focus on Review of PII amounts**

- Work for 2017 on IDD

- Action asked from IRSG

- Input on evaluation of PII amounts and market generally

- Take note of progress of work

- Follow-up

- Close co-operation with IRSG regarding IDD deliverables

IDD: EIOPA to review the amounts and draft RTS



- Article 10(7), IDD foresees **two actions** for EIOPA:
 - Review of PII amounts
 - Draft Regulatory Technical Standards (RTS) to adapt amounts by 30 June 2018
- IDD prescribes calculation method for amounts – **mechanical adjustment based on Eurostat index**
- EIOPA nevertheless **required to “review” PII**

- What is **your experience with PII** for insurance and reinsurance intermediaries?
- Are you aware of any **current issues or problems with PII** for insurance and reinsurance intermediaries?
- Views on the **minimum limits in IDD?**
- Any evidence that the **minimum amounts foreseen by IDD are not sufficient?**

- **Review** by 31 December 2017 :
 - o Now: Evidence-gathering exercise
 - o Next: Review of evidence and preparation of Consultation Paper
- Draft **RTS** on PII amounts to COM by 30 June 2018:
 - o RTS take account of changes in Eurostat's **European index of consumer prices**
 - o RTS will increase values for **protection against liability** arising from professional negligence - €1.25m each claim, in aggregate €1.85m per year
 - o RTS will also increase **minimum financial capacity** of €18,750
- **IRSG**: evaluate efficiency in view of existing evidence for problems/market failure