FAIR VALUE ASSESSMENT
CARGO INSURANCE

ACIS Insurance Services (ACIS) has undertaken a Fair Value Assessment in accordance with product governance obligations. This document is intended to provide a summary of the fair value assessment only and does not replace in any way the contractual terms of our policies and the applicable policy wordings. This document is only for use by UK distributors placing business through ACIS and is private and confidential.

Product name – Cargo Insurance

Manufacturer – the manufacturer will be the insurer, who will be clearly identified on any quotes/ policies issued.

Product Information- The Cargo Insurance product is offered by ACIS using a variety of wordings. The wording we apply may be our own or a market wording generally accepted in our line of specialism. It may be a bespoke cover formed by a number of clauses. The customer will need to discuss their requirements with our underwriting team; however, whichever wording is selected to apply to a quotation/ policy will be based on our portfolio of reviewed wordings and the contents herein remain valid regardless of the wording applied. The product usually runs for a 12-month period unless specific requests are given for our consideration.

What customer need is met by this product?
This product protects commercial customers against financial loss arising from physical loss or damage to their goods as a result on an Insured Peril whilst in transit by sea, air or land, or in storage.

Target Market
The product is targeted at commercial businesses requiring facultative cargo (one-off movements); standard annual cargo policies covering the import, export and distribution of goods, freight forwarders' cargo by which the freight forwarder can arrange cargo insurance for their customers using an on-line certificate system.

Types of customers for whom the product would be unsuitable
Businesses or individuals who do not have an insurable interest in the goods being transported, or where their property is not being transported. This product is not suitable for individual consumers, or customers seeking to protect themselves against liability risks.

Any notable exclusions or circumstances where the product will not respond
Policies issued are subject to various exclusions (such as certain cargo type, excluded causes of loss and excluded territories) and warranties (for example, cargo must be suitably packed to withstand the rigours of transport). Customers are required to take reasonable steps to minimise loss and preserve rights of recourse against third parties, such as carriers.

How is this product sold?
This product is sold by FCA Authorised Intermediaries specialising in marine equipment risks. Customers are offered bespoke advice by their appointed broker to ensure their demands and needs are met by this product.

How is the value assessed?
The value of the product has been assessed by considering the cover provided (benefits and exclusions), whether the product is taken up by the target market, level of service provided to customers and price (including whether distributor remuneration is appropriate and proportionate to the value of the services provided to the customer by the distributor).

Outcome of the Fair Value Assessment
ACIS has determined that the product is suitable to meet the objectives, interests and characteristics of customers in the target market and the distribution strategy does not negatively impact product value. The complaints volume for this product is low and root cause analysis undertaken does not indicate that there are systemic issues with the product which may affect customer outcomes or fair value. The Fair Value Assessment indicates that the product provides value to the end customer and remains suitable for the target market. Where a potential risk to the product value has been identified, the distributors will be contacted directly.

Other information which may be relevant to distributors
As part of the FCA Fair Value Assessment we require distributors to provide additional product information on the distribution chain, fees, remuneration or services, ancillary/ add-on products on an annual basis. Taking into consideration the potential impact it would have on the customer and the product value.

Date of Fair Value Assessment – May 2026
Expected date of next assessment – within 12 months