**Ivernia Plus Home Insurance**

**Rate Change Log (Please use in conjunction with Rating Tables)**

|  |  |  |
| --- | --- | --- |
| Version | UAT Complete | Live Effective |
| V1.0 | 26/01/2024 | 26/01/2024 |
|  |  |  |
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**Calibration Rate Change v1.0**

1. **Count of Bathroom Acceptance change:** Amend acceptance rules to quote for properties with 4 bathrooms. Current rules exclude common standard properties with 4 bathrooms (including 3 storey houses and self builds)
2. **Single Specified Item Exceeded 10% of Contents Cover Acceptance change:** Amend acceptance rules to quote for single specified items up to 25% of Contents Cover.

**Target Go Live**

* New Business quotes using RiskHandler = 26/01/2024

**Objective of Rate Change:**

* Improve competitive position in select area/counties where initial rates are too high.
* Improve quotability to provide quotes for target risks.

**Expected Impact:**

* Improvement in quotability. 6-8%pts depending on profile mix.
* No expected impact on loss ratio or claim frequency.

**Testing Process:**

* Rate change to be implemented on RiskHandler test system.
* Test cases processed on RiskHandler test system.
* Test cases and results are stored in P:\Underwriting\Pricing Pipelines\IV-Home Pricing-Engine\Rate Change Log & UAT files folder
* Changes promoted to live on satisfactory completion of all test cases

**Post implementation Analysis:**

* Post implementation review of impact on Risk selection, Effectiveness and Average Premiums
* Risk Profile monitor to be run to identify any changes to profile mix

**Considerations:**

Rate change proposals have been considered in light of:

* Product Oversight and Governance Policy
* Differential Pricing
* Treating Customers Fairly Policy
* Vulnerable customers
* Approved by Ivernia Underwriting Product and Pricing Committee