

Gabriel Bernardino
Chairman

Mr Olivier Guersent
Director General
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EIOPA-18-424
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Draft Regulatory Technical Standards for professional indemnity insurance and for financial capacity of intermediaries in the Insurance Distribution Directive (IDD)

Dear Mr Guersent, *Dear Olivier,*

I am pleased to submit to you EIOPA's draft Regulatory Standards (RTS) adapting the base euro amounts for professional indemnity insurance and for financial capacity of intermediaries, as required by subparagraph 3 of Article 10 (7) of the Insurance Distribution Directive (IDD).

In order to adapt the base amounts, EIOPA has taken into account, as required under Article 10 (7) of the IDD, the changes in the European index of consumer prices (EICP) which increased by 4.03% in the relevant period from 1 January 2013 to 31 December 2017. Based upon the changes of the EICP, the base amount for professional indemnity insurance and financial capacity of intermediaries were adapted as follows:

- the amount of EUR 1 250 000 is increased to EUR 1 300 380;
- the amount of EUR 1 850 000 is increased to EUR 1 924 560; and
- the amount of EUR 18 750 is increased to EUR 19 510.

Enclosed you will find the draft RTS and accompanying Impact Assessment. The final report and consultation feedback can be found on EIOPA's website under the heading publications: <https://eiopa.europa.eu/publications>

In the meantime, if you require any further information on the draft RTS and the related impact assessment, I, and my colleagues, remain at your disposal.

Yours sincerely,

cc:

Martin Merlin, DG FISMA, Director, Directorate C; Nathalie Berger, DG FISMA, Head of Unit;
Nico Spiegel, Insurance and Pensions Unit.