

# Addendum 2018

## Cost settlement protocol Sanctions Act-related activities

### Cost determination Sanctions Act-related activities.

By order of VNAB, in the course of 2018 accountancy firm Mazars carried out an analysis among 5 brokers of the parameters for the determination of the average costs per policy to perform the Sanctions Act-related activities. The results of the analysis were submitted to the Financial Committee, based on which the parameters for 2018 have been determined and approved by the Executive Committee as specified below.

### Parameters for 2018

- Sanctions Act cost sharing between : 4 parties
- Policy density (av. # policies per relationship) : 1.7
- Relationships per policy : 1.5
- Hourly rate for CDD and TDD : € 51.10 per hour
- Time required for CDD : 11.5 minutes
- Time required for TDD : 12.5 minutes

### Sanctions Act cost sharing broker - insurer(s)

Based on the e-ABS database, the average number of insurers on a policy in 2017 was 3. This means that the Sanctions Act costs are shared between 4 parties (broker + 3 insurers) and therefore 25% thereof will be borne by the broker.

### These parameters result in the following costs (per policy per annum):

Sanction costs (CDD and TDD) 2019:

- Benelux: € 17.32 (in 2018: €16.75)
- Other countries: € 24.63 (in 2018: €26.86)

### Related documents:

- VNAB Cost Settlement Protocol Sanctions Act-related activities
- Manual sanction costs bookings