





What makes insurance a unique sector.

[In this analysis, the sector's European federation puts forward a series of **recommendations to European lawmakers** for adapting **regulatory framework to the uniqueness and specificity of the sector**, based on the following aspects:

 **Underwriting freedom:** Insurers offer protection against a wide variety of risks, which require different approaches.

 **Tailored prudential regulation:** The prudential framework for insurers needs to reflect the fact that insurers usually enjoy stable funding levels and low exposure to liquidity risks and volatility.

 **Unique distribution:** Insurance products are sold differently to investment products.

 **Flexibility to present products and costs in a comprehensive way:** Costs vary depending on the number of insurable features.

