



Management Liability Chartered Accountants



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Important note

It is important to state at the outset that, on entering into this *Policy*, *You* will be deemed to understand and accept all of the terms and conditions contained within it. It is therefore vitally important that *You* read the terms and conditions of this *Policy* in detail and that *You* contact *Your* insurance broker immediately if *You* have any doubts about any of the obligations arising or terminology used.

It is also important to note that this *Policy* is a contract between *You* and the *Insurer*. Victor Insurance are not themselves a party to this insurance contract. Victor Insurance will, however, continue to be involved in dealing with any matters that may arise against this *Policy* (particularly as regards any *Claims* that may arise).

Thank you for obtaining *Your* Management Liability cover via Victor Insurance.

This policy is administered and underwritten by Victor Insurance, a trading name of Marsh Ltd, on behalf of Insurer(s) / Underwriter(s) in accordance with the authority granted to Victor Insurance under a Binding Authority Agreement.

Preamble

As part of the process of obtaining this insurance contract, *You* have made a *Proposal* to the *Insurer* and this *Proposal* has been relied upon by the *Insurer* in deciding whether or not to enter in to this policy and on what terms, including premium amount.

This *Policy* and any schedule and endorsements should all be read as if they were one document. In the event of any conflict between the various documents, the words used in any endorsements and schedule will override the words used in this *Policy*. Any term that is defined outside of Section 7 will override any contradictory definition that may be contained within Section 7.

Any reference in this *Policy* to the singular will also include the plural and vice versa. Also, any reference to a statute or statutory instrument will include any modifications to (or re-enactment of) them.

Various words and phrases have a standardised meaning within this *Policy* and such words and phrases are italicised throughout this *Policy* and are defined in Section 7. Headings and notes are for information purposes only and are not intended to affect the meaning of this *Policy*.

rradar advisory service and important phone numbers

rradar advice and support included in your Management Liability Policy

Your Management Liability Policy includes access to expert legal, regulatory and risk management advice and support provided by leading law firm, rradar.

rradar's philosophy is to proactively help policy holders to understand all types of legislation, make sensible business decisions, stay compliant and prevent legal problems from occurring in the first place.

rradar Advice and Resource Centre

Enquiry line: 0800 955 6111

Email: advice@rradar.com

Website: www.rradar.com

rradar provides *You* with simple, user friendly information and guidance on a range of legal and regulatory issues including:

- Human resources and employment
- Health and safety
- Waste and environmental regulations
- Taxation
- Money laundering, fraud, bribery and corruption, anti-competitive practices
- Legal advice on a wide range of areas including directors' and shareholders' duties, contract disputes, intellectual property, data protection and cybercrime, financial crime, motoring and criminal offences.

rradar's unlimited enquiry line is staffed by UK based experts with real industry experience including HR professionals, Health & Safety specialists and former tax inspectors, as well as leading accountants, solicitors and barristers with experience of every type of regulator, allegation, investigation and prosecution. Call 0344 543 6111 and quote *Your Policy* number.

To register on the rradar website *You* will need to message rradar through the <http://rradar.com/services/arc/> page on their website with *Your* name, company name, email address and *Policy* number and rradar will then register *You*.

Employment helpline

0800 955 6111

This number give *You* access to free confidential employment advice provided by one of the UK's leading solicitors, Radar Legal, 13 Waterside Park, Livingstone Road, Hessle, Hull, HU13 0EG.

This helpline delivers over the phone advice on any employment matter that may lead to a claim under *Your Policy*.

Should more detailed written advice and/or review and/or drafting of documents be required, this will fall outside of the helpline, and any such advice will be chargeable. This will be discussed with *You* before any work is undertaken.

Please quote *Your Policy* number when *You* call.

Legal and Regulatory advice helpline

0800 955 6111

This number gives *You* free confidential legal and regulatory advice provided by one of the UK's leading solicitors, Rradar Legal, 13 Waterside Park, Livingstone Road, Hessle, Hull, HU13 0EG.

This helpline delivers over the phone advice on any regulatory, tax, crime or other legal related matter which may lead to a *Claim* under *Your Policy*.

Should more detailed written advice and/or review and/or drafting of documents be required, then this may fall outside of the helpline, and any such advice may be chargeable. This will be discussed with *You* before any work is undertaken. All crisis calls are separately dealt with outside of helpline services.

Please quote *Your Policy* number when *You* call.

Crisis public relations advice helpline

020 7939 7939

This number gives *You* access to crisis public relations advice administered by relations consultants Chelgate Limited, No 1 Tanner Street, London, SE1 3LE.

Please ask for the AXA claims team when *You* call. *You* may be asked to provide *Your* policy number and to confirm that the *Insurer* has been notified of a *Claim*.

Crisis legal advice helpline

0800 955 6222

This number gives *You* access to clear and enlightening guidance on the law and how to handle it, whatever area of business *You're* in.

In the event of a crisis, or a visit from the regulatory authorities, *You* can speak in confidence to highly-experienced criminal and regulatory solicitors who can give *You* immediate and legally privileged advice. This service is provided by one of the UK's leading solicitors, Rradar Legal, 13 Waterside Park, Livingstone Road, Hessle, Hull HU13 0EG.

This helpline gives *You* direct 24/7 access to our crisis legal response telephone service. The advice provided covers a wide range of areas, from Employment and HR, Health and Safety, Environmental, through Commercial, Corporate Governance, Intellectual Property, to Directors' Duties, Crime, Litigation and Taxation.

Please quote *Your Policy* number when *You* call.

All incidents that require instant claims and litigation expertise covered under *Your Policy* have immediate access to rradar's expert team around the clock every day of the year. If *You* encounter instances where *You* need more detailed written advice and/or review and/or drafting of documents which may fall outside the scope of *Your Policy* rradar can help complete such work and agree a simple fixed fee with *You* before the work is undertaken.

Please ring the enquiry line and rradar will be able to advise *You* on a range of topics.

Legal privilege

All information provided by rradar is legally privileged and has the backing of a team of highly qualified lawyers and barristers. Legal privilege means *Your* discussions with rradar and the advice given in any proceedings will remain confidential and cannot be used against *You* by a claimant, the police, or other organisations.

Making a claim

If *You* need to make a *Claim* please first check *Your Policy* to make sure *You* are covered. *You* must then follow the instructions under the Claims notification condition and Claims procedures condition under Section 1, Policy conditions. The contact details for notification of claims can be found on *Your Policy* schedule.

Please contact *Your* insurance advisor who will help us deal with *Your Claim* quickly and fairly.

Making a complaint

If *You* are not happy with the way in which a *Claim* or any other matter has been dealt with, please read Section 8 of the *Policy*, Complaints.

Section 1

Policy conditions

You must comply with the following conditions to have the full protection of *Your Policy*. If You do not comply then the *Insurer* may at our option take one or more of the following actions:

- Cancel the *Policy*;
- Declare *Your Policy* void (treating *Your Policy* as if it had never existed);
- Change the terms of *Your Policy*;
- Refuse to deal with all or part of any *Claim* or reduce the amount of any *Claim* payments

If You are unsure about any of these conditions or whether You need to notify the *Insurer* about any matter, please contact the *Insurer*.

Arbitration condition

If the *Insurer* agrees to pay *Your Claim* and You disagree with the amount to be paid it may be referred to an arbitrator who is jointly appointed. Alternatively, depending on the size of *Your* business, You may be able to refer *Your* case to the Financial Ombudsman Service (FOS). In either case this will not affect *Your* right to take legal action against the *Insurer* over this disagreement.

Cancellation condition

- a) You may cancel *Your Policy* within 14 days of receiving *Your Policy* for the first *Period of Insurance* if for any reason You are dissatisfied or the *Policy* does not meet *Your* requirements
- b) The *Insurer* can cancel the Employment practices liability section and/or the Company legal liability section immediately, if the premium has not been paid.

Cancellation of this *Policy* will not affect any *Claims* or rights You or the *Insurer* may have before the date of cancellation.

The *Insurer* does not have to offer renewal of *Your Policy*; in this case cover will cease on the expiry date.

Claims conditions

You and/or any *Insured Person* must reimburse the *Insurer* for any *Defence Costs* paid where it is later determined that there is no cover under this *Policy*.

If a *Claim* is made which is not completely covered by any section of this *Policy*, the *Insurer* will do their best to agree with You or any *Insured Person* a fair allocation between *Loss* (as defined in each section of the *Policy*) that is covered and *Loss* (as defined within each section of the *Policy*) not covered by this *Policy*.

Claims notification condition

You must:

- a) as soon as possible within the *Period of Insurance* or at the latest within 45 days after it expires:
 - i) give the *Insurer*, and the *Crisis Public Relations Consultants* where appropriate, notice of any *Claim* under this *Policy*, in accordance with the terms of each section

- ii) give the *Insurer*, and the *Crisis Public Relations Consultants* where appropriate, all the information the *Insurer* requests
- b) immediately
 - i) on receipt send the *Insurer* every letter, court order, summons or other legal documents served upon *You*
 - ii) tell the *Insurer* about any *Investigation*, prosecution, inquest or fatal accident inquiry or dispute for referral to adjudication or court proceedings in connection with any potential *Claim*, in accordance with the terms of each section
 - iii) unless otherwise agreed by the *Insurer* in writing, notify the police of any fraudulent or criminal activity upon discovery.

If *You* do not comply with this condition the *Insurer* has the right to refuse to pay *Your Claim*.

Claims procedures condition

- a) *You* must take, or allow others to take, practical steps to minimise any *Claim*
- b) At *Your* expense *You* must provide the *Insurer* with
 - i) full details in writing and any further information the *Insurer* may reasonably require
 - ii) any assistance to enable the *Insurer* to settle or defend a *Claim*
 - iii) details of any other relevant insurances
- c) *You* may appoint legal representation with the *Insurer's* written consent. Where the *Insurer* agrees to *Your* legal representation, the maximum following hourly rates shall apply:
 - Partner - £185 per hour
 - Associate - £150 per hour
 - Solicitor - £115 per hour
 - Paralegal - £90 per hour

Where a *Claim* is made against *You* and/or more than one *Insured Person*, unless there is a conflict of interest, the same legal representative should be used. If it is not possible to obtain the *Insurer's* consent before incurring *Defence Costs*, the *Insurer* will agree to this providing their agreement is obtained within 14 days
- d) *You* must not accept, negotiate, pay, settle, admit or reject any *Claim* without the *Insurer's* prior written consent
- e) The *Insurer* has the right to fully participate in the defence of any *Claim* including the negotiation of any settlement. The *Insurer* will also have the right to defend any *Claim* made against *You*.
- f) Under the Employment practices liability section of *Your Policy*, where it is assessed by the *Insurer* and *Your* legal representation that the claim has greater than 60% prospect of a successful defence, *You* shall have the right to decide whether to defend the *Claim* or agree a settlement.

If *You* do not comply with this condition the *Insurer* has the right to refuse to pay *Your Claim*.

Fraud condition

If *You* or anyone acting for *You*:

- a) knowingly makes a fraudulent or exaggerated claim under *Your Policy*
- b) knowingly makes a false statement in support of a claim (whether or not the claim itself is genuine); or
- c) knowingly submits a false or forged document in support of a claim (whether or not the claim itself is genuine),

The *Insurer* will:

- i) refuse to pay the claim;
- ii) declare the *Policy* void from the date of the fraudulent act without any refund of premiums.

The *Insurer* may also inform the police of the circumstances.

Instalments condition

If *You* fail to pay a premium instalment to the *Insurer* on the due date, this will result in the Employment practices liability and Company legal liability sections being cancelled from the date the missed instalment was due. *You* will not be entitled to any return of premium where this happens.

If a *Claim* has been made or there has been any *Circumstance* during the current *Period of Insurance* the annual premium remains due in full.

Law applicable to this policy

You and the *Insurer* can choose the law which applies to this *Policy*. The *Insurer* proposes that the Law of England and Wales applies. Unless the *Insurer* and *You* agree otherwise, the Law of England and Wales will apply to this *Policy*.

Misrepresentation and failure to make a Fair Presentation condition

If *You* fail to disclose information relevant to *Your Policy* or *You* make an incorrect statement to the *Insurer* and the *Insurer* establishes that this is either a deliberate or reckless breach of law, the *Insurer* will make the *Policy* void and refuse to pay all *Claims*. The *Insurer* will not return any of the premiums paid to them.

If *You* fail to disclose information relevant to *Your Policy* or *You* make an incorrect statement to the *Insurer* that is neither deliberate nor reckless, the *Insurer* will:

- Declare the *Policy* as void (treat *Your Policy* as if it had never existed) and refuse to pay all *Claims* but will return the premiums paid where the *Insurer* would not have entered into the *Policy* on any terms;
- Apply different terms to the *Policy* from the date of the breach if the *Insurer* would have agreed to the *Policy* on those terms.

If *You* are in any doubt as to whether any information is relevant to our assessment of *Your* risk, *You* should disclose this information to us.

Notification of potential claims

You may give the *Insurer* notice of any *Circumstance* which might reasonably be expected to lead to a *Claim* under this *Policy* giving reasons for the expectation and including full details of the people and dates involved.

Where the *Insurer* accepts the *Circumstance* any future *Claim* arising from this *Circumstance* shall be deemed to have been made in the *Period of Insurance* in which the *Circumstance* was first notified.

Subrogation (the *Insurer's* rights) condition

Victor Insurance is a trading name of Marsh Ltd. Registered in England and Wales Number: 1507274, Registered Office: 1 Tower Place West, Tower Place, London EC3R 5BU. Marsh Ltd is authorised and regulated by the Financial Conduct Authority.



The *Insurer* will be entitled to undertake in *Your* name or on *Your* behalf steps to enforce rights against any other party before or after payment is made by the *Insurer*.

Third party rights condition

The rights of this contract will not be enforceable by any party other than *You* or the *Insurer* because of the Contract (Rights of Third Parties) Act 1999.

Section 2

Policy exclusions

Your Policy is subject to exclusions and these tell *You* what is not covered. The *Policy* exclusions are set out below and apply to *Your Policy* as a whole. There are also specific exclusions under each section of cover under the heading 'What is not covered'.

Bodily injury or property damage exclusion

The *Insurer* will not cover any *Claim, Loss* (as defined in each section of the *Policy*):

- a) for psychological or emotional distress other than an *Employment Practice Claim*
- b) for sickness, disease, bodily injury or death other than a *Safety Legislation Claim* or *Manslaughter Claim*
- c) for the loss, damage or destruction of any tangible property including loss of use of that property.

Breach of professional duty exclusion

The *Insurer* will not cover any *Claim, Loss* (as defined in each section of the *Policy*) or *Investigation* caused by a breach of or failure to provide professional duties or services.

This exclusion shall only apply to *Your* advice and/or services directly provided for a fee.

This exclusion will not apply to a *Claim* for any actual or alleged failure to supervise the performance of any professional services.

Defined benefit pension schemes exclusion

The *Insurer* will not cover any *Claim, Loss* (as defined in each section of the *Policy*) or *Investigation* caused by:

- a) an *Insured Person's* operation or administration of any defined benefit pension scheme
- b) an *Insured Person's* breach of any legislation or regulation relating to any defined benefit pension scheme.

Excess exclusion

The *Insurer* will not pay the *Excess* detailed in *Your Policy* schedule (under each section of cover). The *Excess* shall only be payable at the conclusion of any *Claim* and/or *Investigation*.

Prior claims, investigations and circumstances exclusion

The *Insurer* will not cover any *Loss* (as defined in each section of the *Policy*) or *Investigation* caused by any *Claim, Investigation* or *Circumstance* which *You* were aware of before the start of the *Period of Insurance*.

Prior litigation exclusion

The *Insurer* will not cover any claim, *Loss* (as defined in each section of the *Policy*) or *Investigation* caused by any previous or known litigation or proceedings (including allegations from the same or essentially the same facts) involving an *Insured Person, You* or an *Outside Company* started before the date of *Your* first purchase of Directors and Officers Liability Insurance.

Share offerings exclusion

The *Insurer* will not cover any *Loss* (as defined in each section of the *Policy*) or *Investigation* caused by any *Claim* for a *Wrongful Act* relating to any public offering of *Your* share capital unless:

- a) the *Insurer* has given their prior written agreement; and
- b) *You* have paid any additional premium and accepted any amendments the *Insurer* may need to make to the terms and conditions of this *Policy*.

Takeovers and mergers exclusion

The *Insurer* will not cover any *Loss* (as defined in each section of the *Policy*) or *Investigation* caused by any *Claim* for a *Wrongful Act* after *You*:

- a) merge or consolidate with another company; or
- a) any party acquires more than 50% of *Your* issued share capital.

Section 3

Policy extensions

Extended claims notification period cover

Your schedule will show if You have this cover.

If the *Insurer* or You refuse to renew the *Policy* for any reason other than non-payment of premium or insolvency, You may purchase an extended claims notification period of 12 months upon payment of 50% of the full *Policy* annual premium.

This extended notification period is only available if:

- a) the *Insurer* receives Your written notice of purchase within 30 days following the end of the *Period of Insurance*; and
- b) the *Policy* is not replaced by any other policy; and
- c) at the end of the *Period of Insurance*, You have not merged with another company, nor has any party acquired 50% or more of Your issued share capital.

If the *Insurer* offers renewal terms, conditions, *Limits of Liability* or premiums that are different from those of the expiring *Policy*, this does not mean a refusal to renew.

Condition of the cover

Where You have taken this cover, the *Policy* Claims notification condition under Section 1 is deleted and replaced with the following:

You must:

- a) as soon as possible within the extended notification period
 - i) give the *Insurer* notice of any *Claim* under this *Policy*, in accordance with the terms of each section
 - ii) give the *Insurer* all the information the *Insurer* requests
- b) immediately
 - i) on receipt send the *Insurer* every letter, court order, summons or other legal documents served upon You
 - ii) tell the *Insurer* about any *Investigation*, prosecution, inquest or fatal accident inquiry or dispute for referral to adjudication or court proceedings in connection with any potential *Claim*, in accordance with the terms of each section
 - iii) notify the police of any fraudulent or criminal activity upon discovery.

If You do not comply with this condition the *Insurer* has the right to refuse to pay Your *Claim*. The *Insurer* will not refund any premium to You if You cancel the extended notification period before it ends.

Section 4 – Directors’ and officers’ liability

Part 1.1

Limit of cover

The most that the *Insurer* will pay for any one *Claim* including *Defence Costs* and/or *Investigation Costs* is the *Limit of Liability*.

Each *Claim* will be treated as being made when the *Insurer* receives written notice of the *Claim*. *Investigation Costs* will be treated as being made when attendance of an *Insured Person* is notified as being required.

Section 4 – Directors’ and officers’ liability

Part 1.2

What is covered

Additional limit for non-indemnifiable loss cover

Where the *Limit of Liability* has been exhausted, the *Limit of Liability* shall be increased by GBP100,000 per *Claim* and/or *Investigation* for each *Insured Person* provided that such limit shall be excess of:

- a) any other available insurance
- b) any other available indemnification.

Bail costs cover

The *Insurer* will pay on behalf of any *Insured Person* *Bail Costs* caused by a *Claim* for a *Wrongful Act*.

Circumstance investigation costs cover

The *Insurer* will pay the costs of rradar legal in the investigation of any *Circumstance* reported to us during the *Period of Insurance* including the steps that might be appropriate to avert or reduce the potential of a *Claim*.

The most the *Insurer* will pay for all *Circumstance Investigation Claims* in any one *Period of Insurance* is GBP25,000.

Claims against an insured person cover

The *Insurer* will pay the *Loss* incurred by any *Insured Person* caused by a *Claim* for a *Wrongful Act*.

Company reimbursement cover

The *Insurer* will pay for the *Loss* which *You* are legally allowed to pay on behalf of an *Insured Person* caused by a *Claim* for a *Wrongful Act*.

Compensation for court attendance cover

The *Insurer* will pay *You* at the rate of GBP250 per day for each *Insured Person* and any accompanying husband, wife, civil or unmarried partner provided such *Insured Person's* attendance is needed in court in connection with any *Claim* or *Investigation*.

Crisis public relations costs cover

The *Insurer* will pay *Crisis Public Relations Costs* for any *Insured Person* caused by a *Claim* for a *Wrongful Act*.

Deprivation of assets cover

The *Insurer* will pay the *Loss* of any *Insured Person* for *Deprivation of Asset Expenses*.

The most the *Insurer* will pay under this cover is GBP100,000 for any one *Claim*. This is also the most the *Insurer* will pay for all *Deprivation of Asset Claims* in any one *Period of Insurance*.

Employment practice claims cover

The *Insurer* will pay for the *Loss* caused by an *Employment Practice Claim* during the *Period of Insurance* brought by a current, former or potential *Employed Person*. This cover does not apply if the *Insured Person* is covered under the Employment practices liability section of this *Policy*.

Extradition proceedings cover

The *Insurer* will pay, for any *Insured Person*, the *Loss* caused by any *Extradition Proceedings* against any *Insured Person* during the *Period of Insurance* caused by a *Claim* for any *Wrongful Act*.

Investigation costs cover

The *Insurer* will pay the *Investigation Costs* caused by an *Investigation* first notified as being required during the *Period of Insurance*.

Management buy-out cover

If during the *Period of Insurance* members of *Your* existing management team conduct a management buy-out, the *Insurer* agrees to provide cover to the same level and terms as this *Policy* for the new company for a period of 30 days from the buy-out date for any *Wrongful Act* carried out by any *Insured Person* within this 30 day period.

Manslaughter claims cover

The *Insurer* will pay for the *Defence Costs* which *You* are legally allowed to pay on behalf of an *Insured Person* caused by a *Manslaughter Claim* against an *Insured Person* for a *Wrongful Act*.

Outside company cover

The *Insurer* will pay for the *Loss* incurred by any *Insured Person* for any *Wrongful Act* within the *Policy Territories* carried out in their role as a director, trustee or officer of an *Outside Company*.

Provided that the *Insured Person* acts in that role at *Your* written request and the *Claim* does not arise from a *Wrongful Act* carried out after the *Insured Person* stopped acting in this role.

The *Insurer* will only pay after any cover provided by the *Outside Company* to its directors or officers and any other insurance available to its directors and officers has been used.

Pension/employee benefit schemes cover

The *Insurer* will pay for the *Loss* caused by a *Claim* for a *Wrongful Act* in connection with an *Insured Person's* operation or administration of any of *Your* pension schemes (other than a defined benefit scheme), employee benefit schemes or trust funds.

Personal charity/Not for profit association cover

The *Insurer* will pay for the *Loss* incurred by any *Insured Person* for any *Wrongful Act* within the *Policy Territories* carried out in their role in a personal capacity as a director or officer of a charity or any not for profit organisation.

Pollution claims cover

The *Insurer* will pay for the *Loss* arising from *Pollution* caused by a *Claim* for any *Wrongful Act*.

Retired insured person cover

In the event that this *Policy* is not renewed or replaced with a similar policy, cover will continue for any *Insured Person* who voluntarily stops being an *Insured Person* before the date of non-renewal for reasons other than:

- a) disqualification from holding such a position; or
- b) a take-over or merger,

Cover will continue for an unlimited period from the date of non renewal (the "run-off period"), provided that:

- i) cover will only apply to *Claims* caused by any *Wrongful Act* carried out or alleged before the date of retirement of the *Insured Person*
- ii) the run-off period will run at the same time as any extended notification period
- iii) no similar insurance is in place elsewhere.

Safety legislation claims cover

The *Insurer* will pay for the *Loss* which *You* are legally allowed to pay on behalf of an *Insured Person* caused by a *Safety Legislation Claim* (or similar legislation in any other jurisdiction) against an *Insured Person* for a *Wrongful Act*.

Tax cover

If *You* become insolvent, this section will extend to pay for any *Claim* against an *Insured Person* alleging a *Wrongful Act* relating to *Your* unpaid tax liability within the *Policy Territories*.

Section 4 – Directors’ and officers’ liability

Part 1.3

Optional section extension

Takeovers and mergers extension of cover

Your Policy schedule will show if *You* have this cover.

If during the *Period of Insurance You*:

- a) merge with another company, or
- b) any party acquires more than 50% of *Your* issued share capital,

You may on payment of an additional premium, of 200% of the annual *Policy* premium, request that this section continue in force for a period of 72 months from the expiry date of the current *Period of Insurance*.

This extension only applies to *Claims* caused by any *Wrongful Act* carried out or alleged before the date of the takeover or merger.

Section 4 – Directors’ and officers’ liability

Part 1.4

What is not covered

Deliberate or dishonest acts exclusion

The *Insurer* will not cover any *Claim, Loss or Investigation* caused by:

- a) a dishonest or fraudulent act or omission or any intentional breach of any statute or regulation carried out by any *Insured Person*
- b) an act by any *Insured Person* intended to obtain or which does obtain a personal profit or advantage which was not legally theirs
- c) an act intended to obtain or which does obtain a profit for any company other than *You* where an *Insured Person* is a director, officer or employee of that company.

This exclusion will only apply after a court ruling or an admission by an *Insured Person* that such an act did take place.

Related party claims in the United States of America exclusion

The *Insurer* will not cover any *Claim, Loss or Investigation* caused by any *Claim* brought by *You*, an *Outside Company* or an *Insured Person* within or subject to the laws of the United States of America.

This exclusion will not apply to:

- a) Defence Costs
- b) any shareholder derivative proceedings in *Your* name without *Your* or any *Insured Person's* solicitation, assistance or participation
- c) any *Claim* brought by *Your* liquidator, receiver or administrative receiver or similar body
- d) any *Employment Practice Claim*
- e) any *Claim* made by a previously *Insured Person* of *Yours*
- f) any *Claim* seeking a contribution or indemnity if that *Claim* would be covered by this section if made against an *Insured Person*.

Specific United States of America legislation exclusion

The *Insurer* will not cover any *Claim, Loss or Investigation* caused by the following legislation in the United States of America:

- a) any breach of the Racketeer Influenced and Corrupt Organizations Act 18 USC Sections 1961 et seq., any amendments to this Act or any rules or regulations made under it
- b) any breach of the Securities Act of 1933 of the Securities Exchange Act of 1934, both as amended, the rules or regulations of the Securities Exchange Commission under either or both Acts, similar securities laws or regulations of any state, or any laws of any state relating to any transaction caused by, involving or relating to the sale of securities
- c) any breach of the Employment Retirement Income Security Act of 1974 as amended, or



any rules or regulations made under it, or similar provisions of any federal, state or local law.

Section 4 – Directors’ and officers’ liability

Part 1.5

Section conditions

The Policy conditions all apply equally to each *Insured Person* and to *You* other than:

Material misrepresentation

The *Policy* condition, Misrepresentation and failure to make a *Fair Presentation* condition under Section 1 will only apply under this section to an *Insured Person* who had knowledge of a misstatement or omission before the *Period of Insurance* that could affect the terms and/or conditions of this *Policy*.

In these circumstances the *Insurer* waives their right to cancel the *Policy* on the grounds of failure to make a *Fair Presentation*, misrepresentation or fraud.

Severability

All information which any *Insured Person* provided before the *Insurer* agreed to insure *You* will be considered as a separate application for each *Insured Person*.

The knowledge of or any statement made by any *Insured Person* will not be applied to any other *Insured Person* for the purposes of deciding whether cover is available for any *Claim*.

Section 5 – Employment practices liability

Part 1.1

Limit of cover

The most that the *Insurer* will pay for any one *Claim* including *Defence Costs* and/or *Investigation Costs* is the *Limit of Liability*.

Each *Claim* will be treated as being made when the *Insurer* receives written notice of the *Claim*. *Investigation Costs* will be treated as being made when *Your* or an *Insured Person's* attendance is notified as being required.

Section 5 – Employment practices liability

Part 1.2

What is covered

Claims by employees cover

The *Insurer* will pay for *Your* or any *Insured Person's* Loss caused by a *Claim* by an *Employed Person* alleging an *Employment Practice Wrongful Act*.

The *Excess* will not apply to any *Claim* brought only against an *Insured Person*.

Claims by others cover

The *Insurer* will pay for *Your* or any *Insured Person's* Loss caused by a *Claim* by anyone other than an *Employed Person* alleging an *Employment Practice Wrongful Act*.

Compensation for court attendance cover

The *Insurer* will pay *You* at the rate of GBP250 per day for each *Insured Person* and any accompanying husband, wife, civil or unmarried partner provided such *Insured Person's* attendance is needed at court in connection with any *Claim* or *Investigation*.

Investigation costs cover

The *Insurer* will pay for *Your* or any *Insured Person's* *Investigation Costs* caused by an *Investigation* first notified as being required during the *Period of Insurance*.

The *Excess* will not apply to any *Investigation* that only involves an *Insured Person*.

Management buy-out cover

If during the *Period of Insurance* members of *Your* existing management team conduct a management buy-out, the *Insurer* agrees to provide cover for the new company at the same level and terms of this *Policy* for a period of 30 days from the buy-out date for any *Employment Practice Wrongful Act* carried out by any *Insured Person* within this 30 day period.

Outside company cover

The *Insurer* will pay for the Loss incurred by any *Insured Person* for any *Employment Practice Wrongful Act* carried out by an *Insured Person* in their role as an *Employed Person* of an *Outside Company*.

Provided that the *Insured Person* acts in that role at *Your* written request and the *Claim* does not arise from a *Wrongful Act* carried out after the *Insured Person* stopped acting in this role.

The *Insurer* will only pay after any cover provided by the *Outside Company* to its directors or officers and any other insurance available to its directors and officers has been used.

Section 5 – Employment practices liability

Part 1.3

What is not covered

Claims outside of the United Kingdom exclusion

The *Insurer* will not cover any *Claim, Loss or Investigation* caused by any *Employment Practice Claim* outside of the United Kingdom.

Collective bargaining agreements exclusion

The *Insurer* will not cover any *Claim* caused by *Your* failure to act in accordance with any collective bargaining agreement other than:

- a) allegations of *Retaliatory Treatment*
- b) *Defence Costs* and/or *Investigation Costs*

Contractual payments exclusion

The *Insurer* will not cover any *Claim* or any aspect of a settlement caused by *Your* failure to pay any amount *You* must pay under contract to an *Employed Person*.

This includes but is not limited to:

- a) payments for notice periods (contractual or statutory); or
- b) any breach of any minimum wage requirements

This exclusion does not apply to *Defence Costs* and/or *Investigation Costs*.

Deliberate and dishonest acts exclusion

The *Insurer* will not cover any deliberate breach of employment regulation, deliberately not following the advice provided by the employment helpline or other solicitor/human resources advisor, or any other dishonest or fraudulent act carried out by *You* or any of *Your* senior management or human resources department.

Legal requirements exclusion

The *Insurer* will not cover any *Claim, Loss or Investigation* caused by *Your* legal duties in relation to *Your*:

- a) health and safety requirements
- b) payment of unemployment benefits
- c) payment of social security benefits
- d) payment of retirement benefits
- e) payment of disability benefits.

This exclusion does not apply to *Defence Costs* for any *Claim* caused by *Retaliatory Treatment*.

Non-compensatory payments exclusion

The *Insurer* will not cover any *Claim, Loss or Investigation* caused by:

- a) the failure to pay for anyone else's liability which *You* must legally take on under any contract or agreement. This does not apply to any *Claim* that would have happened without such contract or agreement
- b) any non-financial order
- c) any amount for the costs of agreeing or refusing to agree with a court or other order for the reinstatement of an *Employed Person* other than basic salary from the original date of dismissal to the date of court or other order.

This exclusion does not apply to *Defence Costs* and/or *Investigation Costs*.

Pension rights exclusion

The *Insurer* will not cover any *Claim* caused by:

1. any *Employed Person's* loss of any right or benefit under any pension scheme, private health insurance or other employee benefit scheme
2. the operation or administration of any pension or employee benefit scheme or trust fund
3. *Your* breach of any legislation or regulation related to these activities.

This exclusion does not apply to *Defence Costs* and/or *Investigation Costs*.

Tax exclusion

The *Insurer* will not cover any *Claim* caused by *Your* failure to pay taxes. This exclusion does not apply to *Defence Costs* and/or *Investigation Costs*.

Trade Union membership exclusion

The *Insurer* will not cover any *Claim* caused by membership or non-membership of any trade union or similar organisation other than:

1. allegations of *Retaliatory Treatment*
2. *Defence Costs* and/or *Investigation Costs*.

Section 5 – Employment practices liability

Part 1.4

Section conditions

The *Policy* conditions all apply equally to each *Insured Person* and to *You* other than:

Material misrepresentation

The *Policy* condition, Misrepresentation and failure to make a *Fair Presentation* condition under Section 1 will only apply under this section to an *Insured Person* who had knowledge of a misstatement or omission before the *Period of Insurance* that could affect the terms and/or conditions of this *Policy*.

Severability

All information which any *Insured Person* provided before the *Insurer* agreed to insure *You* will be considered as a separate application for each *Insured Person*.

The knowledge of or any statement made by any *Insured Person* will not be applied to any other *Insured Person* for the purposes of deciding whether cover is available for any *Claim*.

With respect to any *Claim* made against *You*. Only statements made (whether in the proposal or otherwise) and information possessed by any Finance Director, Chief Executive, Human Resources Director, Managing Director or Chairman of the Company or any other person authorised by the Company to make statements or complete the proposal shall be attributed to *You* in determining whether cover applies under *Your Policy*.

Section 6 – Company legal liability

Part 1.1

Limit of cover

The most that the *Insurer* will pay for any one *Claim* including *Defence Costs* and/or *Investigation Costs* is the *Limit of Liability*.

Each *Claim* will be treated as being made when the *Insurer* receives written notice of the *Claim*. *Investigation Costs* will be treated as being made when *Your* or an *Insured Person's* attendance is notified as being required.

Section 6 – Company legal liability

Part 1.2

What is covered

Breach of Data Protection cover

The *Insurer* will pay for *Your Loss* for a breach of Data Protection law.

Circumstance investigation costs cover

The *Insurer* will pay the costs of rradar legal in the investigation of any *Circumstance* reported to us during the *Period of Insurance* including the steps that might be appropriate to avert or reduce the potential of a *Claim*.

The most the *Insurer* will pay for all *Circumstance Investigation Claims* in any one *Period of Insurance* is GBP25,000.

Compensation for court attendance cover

The *Insurer* will pay *You* at the rate of GBP250 per day for each *Insured Person* and any accompanying husband, wife, civil or unmarried partner provided such *Insured Person's* attendance is needed in court in connection with any *Claim* or *Investigation*.

Contractual liability cover

The *Insurer* will pay *Your Defence Costs* caused by any contractual liability *Claim*. The most the *Insurer* will pay under this cover is GBP100,000 for any one *Claim*. This is also the most the *Insurer* will pay for all contractual liability claims in any one *Period of Insurance*.

Crisis public relations costs

The *Insurer* will pay *Crisis Public Relations Costs* caused by any *Claim* or *Investigation* made against *You* for a *Wrongful Act*.

Cyber liability cover

The *Insurer* will pay for *Your Loss* resulting from any *Cyber liability claim*.

Data protection breach cover

The *Insurer* will pay the costs of rradar legal in contacting *Your* customers and suppliers as legally required following a *Data Protection Breach*.

The most the *Insurer* will pay under this cover is GBP100,000 for any one *Claim*. This is also the most the *Insurer* will pay for all Data Protection Breach *Claims* in any one *Period of Insurance*.

Identity fraud cover

The *Insurer* will pay for *Your Loss* resulting from *Identity Fraud*.

Infringement of copyright cover

The *Insurer* will pay *Your Defence Costs* caused by any Infringement of Copyright *Claim*. The most the *Insurer* will pay under this cover is GBP50,000 for any one *Claim*. This is also the most the *Insurer* will pay for all Infringement of Copyright *Claims* in any one *Period of Insurance*.

Investigation costs cover

Pre-investigation cover is available via the rradar advice helpline as noted under the 'rradar advisory service and important phone numbers' section.

The *Insurer* will pay for *Your Investigation Costs* caused by an *Investigation* against *You* which *You* first notified as being required during the *Period of Insurance*.

Loss of documents cover

The *Insurer* will pay the costs of replacing or restoring any document, data or information lost, damaged or destroyed whilst in *Your* possession during the *Period of Insurance*.

The most the *Insurer* will pay under this cover is GBP100,000 for any one *Claim* This is also the most the *Insurer* will pay for all loss of documents *Claims* in any one *Period of Insurance*.

Management buy-out cover

If during the *Period of Insurance* members of *Your* existing management team conduct a management buy-out, the *Insurer* agrees to provide cover for the new company at the same level and terms as this *Policy* for a period of 30 days from the buy-out date for any *Wrongful Act* carried out by any *Insured Person* within this 30 day period.

Manslaughter claims cover

The *Insurer* will pay for *Your Defence Costs* caused by a *Manslaughter Claim* made against *You* for a *Wrongful Act*.

Negative social media crisis public relations costs cover

The *Insurer* will pay *Crisis Public Relations Costs* necessary to mitigate the adverse effect or potentially adverse effect to *Your* reputation following any sustained negative publicity in relation to *Your* business activities or practices that is posted on any internet-based social media platform or website.

The most the *Insurer* will pay for all *Negative Social Media Public Relations Costs Claims* in any one *Period of Insurance* is GBP25,000.

Other wrongful acts cover

The *Insurer* will pay for *Your Loss* caused by any *Claim* made against *You* for a *Wrongful Act*.

Pension/employee benefit schemes cover

The *Insurer* will pay for *Your Loss* caused by any *Claim* made against *You* for a *Wrongful Act* in connection with *Your* operation or administration of any pension or employee benefit scheme or trust fund.

Pollution claims clean up costs cover

The *Insurer* will pay *Your Loss* for pollution clean up costs for any *Claim* and/or *Investigation* made against *You*. The most the *Insurer* will pay under this cover is GBP25,000 for any one *Claim*. This is also the most the *Insurer* will pay for all pollution clean up costs *Claims* in any one *Period of Insurance*.

Pollution claims cover

The *Insurer* will pay for *Your Defence Costs* caused by any *Claim* made against *You* for a *Wrongful Act* in connection with *Pollution*.

The most the *Insurer* will pay under this cover is GBP100,000 for any one *Claim*. This is also the most the *Insurer* will pay for all *Claims*, made against *You* for a *Wrongful Act* in connection with *pollution*, in any one *Period of Insurance*.

Regulatory mitigation cover

The *Insurer* will pay *Your Regulatory mitigation costs* for any regulatory self reporting.

Safety legislation claims cover

The *Insurer* will pay for *Your Defence Costs* caused by a *Safety Legislation Claim* caused by any *Claim* made against *You* for a *Wrongful Act*.

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Tax cover

The *Insurer* will pay for *Your Defence Costs* caused by a *Tax Claim* for breach of any tax law, act or regulations.

Third party electronic funds transfer cover

The *Insurer* will pay for *Your* direct financial loss caused by the dishonesty of any third party accessing *Your* computer systems and transferring funds with the intention of obtaining an improper financial gain.

The most the *Insurer* will pay under this cover is GBP100,000 for any one *Claim*. This is also the most the *Insurer* will pay for all third party electronic fund transfer *Claims* in any one *Period of Insurance*.

Section 6 – Company legal liability

Part 1.3

Section extensions

Legal pursuit extension

This extension attaches to and forms part of *Your Policy* and is subject to the policy, conditions, exclusions and defined terms:

The cover

Aggregate limit of liability: GBP25,000

Unless otherwise stated *Excess*: GBP1,000 each and every claim.

The *Insurer* will provide cover up to the aggregate limit of liability any one *Period of Insurance* and subject to the *Excess* stated provided that:

1. the date of occurrence happens during the *Period of Insurance* and occurs within the *Policy Territories* in connection to *Your* business;
2. any legal proceedings will be dealt with by a court, or other body which the *Insurer* agrees to, in the *Policy Territories*; and
3. all cover provided by this Legal pursuit extension relates to costs solely incurred by radar.

Contract disputes and debt recovery cover

radar will negotiate for *Your* legal rights in a contractual dispute entered into by *You* or on *Your* behalf for the purchase, hire, sale or provision of goods, services or the lease, licence or tenancy of land or buildings.

Provided that:

1. the amount in dispute exceeds GBP500
2. if the amount in dispute is payable in instalments, the instalments due and payable at the time of making the Claim exceed GBP500
3. if the dispute relates to money owed to *You*, a *Claim* is notified to radar within 90 days of the money becoming due and payable.

Additional exclusion applicable to Legal pursuit extension

The *Insurer* will not pay for:

1. any *Excess* shown
2. any *Claim* relating to:
 - a. settlement payable under an insurance policy or loan, mortgage, pension, investment or borrowing;
 - b. any dispute arising from or relating to the renewal of a lease or tenancy agreement or rent review

3. the recovery of money and the interest due from another party other than disputes where the other party intimates that a defence exists
4. any *Claim*, that in the opinion of rradar, has a less than 51% prospect of success
5. costs incurred before rradar have consented to such costs being incurred.

Additional definitions applicable to Legal pursuit extension only

Date of occurrence for contract disputes

The date of occurrence is when the Insured Person could reasonably be expected to become aware of the breach of contract.

Policy territories

Great Britain, Northern Ireland, the Channel Islands and the Isle of Man.

Aggregate limit of liability

The most the *Insurer* will pay in total in any one *Period of Insurance* in respect of *Claims* made during the *Period of Insurance*.

Claim(s)

The cost of rradar advice and support in pursuing *Your* legal rights under the terms and conditions of this Legal pursuit extension.

rradar

rradar Limited, 13 Waterside Business Park, Livingstone Road, Hessle, HU13 0EG. Company registration number is 07738271.

Section 6 – Company legal liability

Part 1.4

What is not covered

Claims outside of the policy territories exclusion

The *Insurer* will not cover any *Loss* or *Investigation* caused by any *Claim* outside the *Policy Territories*.

Deliberate or dishonest acts exclusion

The *Insurer* will not cover any *Claim*, *Loss* or *Investigation* caused by:

- a) a dishonest or fraudulent act or omission or any intentional breach of any statute or regulation carried out by any *Insured Person* acting for *You*
This exclusion does not apply to any regulatory self reporting.
- b) an act by any *Insured Person* intended to obtain or which does obtain a personal profit or advantage which was not legally theirs other than a *Claim* under the Employee dishonesty or third party electronic funds transfer cover.
- c) an act intended to obtain or which does obtain a profit for any company other than *You* where an *Insured Person* is a director, officer or employee of that company.

Employment exclusion

The *Insurer* will not cover any *Claim*, *Loss* or *Investigation* caused by any *Employment Practice Claim*.

Employee dishonesty and third party funds transfer exclusions

The *Insurer* will not cover any *Claim*, *Loss* or *Investigation* caused by employee dishonesty or third party funds transfer in relation to:

- a) any accounting or arithmetical error, omission or unexplained shortage
- b) any default on a credit or other loan agreement
- c) any loss of interest, loss of profit or any other indirect financial loss

The *Insurer* will also not cover *Your* costs of establishing the amount of *Your* direct financial loss.

Failure to fund pension, share ownership or employee benefit schemes exclusion

The *Insurer* will not cover any *Claim*, *Loss* or *Investigation* caused by *Your* failure to fund any pension, share ownership employee benefit or any other similar scheme.

Products liability exclusion

The *Insurer* will not cover any *Claim*, *Loss* or *Investigation* caused by the sale, manufacture, installation or supply of any of *Your Products*. This exclusion does not apply to any investigation costs cover and/or criminal or regulatory proceeding.

Section 6 – Company legal liability

Part 1.5

Section conditions

Severability

Only statements made (whether in the proposal or otherwise) and information possessed by any Finance Director, Chief Executive, Human Resources Director, Managing Director or Chairman of the Company or any other person authorised by the Company to make statements or complete the proposal shall be attributed to *You* in determining whether cover applies under *Your Policy*.

Section 7

Definitions

Meanings which apply to the whole policy

These meanings apply throughout *Your Policy*. If a word or phrase has a defined meaning, it will be highlighted in italic print and will have the same meaning wherever it is used.

Bail Costs

Costs agreed with the *Insurer*, to pay for a bond to guarantee an *Insured Person's* bail or equivalent in another country as required by a court of law.

Circumstance

Any verbal or written complaint made against *You* or an *Insured Person* that could give rise to a *Claim*. This does not include any routine employment disciplinary action or employee dismissal.

Claim

Any written demand or civil, criminal, arbitration or regulatory proceeding first made against *You* or an *Insured Person* during the *Period of Insurance*:

- a) seeking monetary damages
- b) seeking a penalty or other legal action and alleging a *Wrongful Act*
- c) alleging an *Employment Practice Wrongful Act*.

Crisis Public Relations Consultants

Chelgate Limited, No 1 Tanner Street, London. SE1 3LE

Crisis Public Relations Costs

Costs incurred by the *Crisis Public Relations Consultants* following a *Claim* and/or *Investigation* to prevent, limit or reduce the actual or potential damage to *Your* or any *Insured Person's* reputation from negative publicity or media attention.

Defence Costs

Costs agreed with the *Insurer*, in writing, to:

- a) investigate or defend any *Claim*
- b) fund an appeal against a ruling or judgement (including payment of an appeal bond).

Employed Person

Anyone:

- a) under a contract of service or apprenticeship with *You* or a worker as defined in Section 230 of the Employment Rights Act 1996
- b) who is
 - i) employed by *You* or for *You* on a labour only basis
 - ii) hired to *You* or borrowed by *You* from another employer
 - iii) a voluntary helper or someone taking part in a work experience or training scheme

and under *Your* control or supervision.

Employment Practice Claim

- a) Any *Claim* by any *Employed Person* for any actual or alleged:
 - i) wrongful, unfair or constructive dismissal, discharge or termination of employment
 - ii) breach of written or implied contract
 - iii) employment related misrepresentation, wrongful denial of a career opportunity, failure to grant employment or negligent employee evaluation
 - iv) harassment, unlawful discrimination or failure to provide adequate employee procedures and policies
 - v) Retaliatory Treatment
 - vi) defamation or invasion of privacy
- b) Any other *Claim* happening only as a result of *You* employing any current, former or prospective *Employed Person*.

Employment Practice Wrongful Act

- a) Any actual or alleged act, conduct, error or omission carried out or attempted by *You*, an *Insured Person* or a third party where *You* are held to be legally responsible for any actual or alleged:
 - i) wrongful, unfair or constructive dismissal, termination of employment
 - ii) breach of written or implied contract
 - iii) employment related misrepresentation, wrongful denial of a career opportunity, failure to grant employment or negligent employee evaluation
 - iv) harassment, unlawful discrimination or failure to provide adequate employee procedures and policies
 - v) Retaliatory Treatment
 - vi) defamation or invasion of privacy

Employment practice wrongful act does not include any internal disciplinary matter, grievance or appeal.

- b) Any other *Claim* happening only as a result of *You* employing any current, former or prospective *Employed Person*.

Employment Related Benefits

Any payment to an *Insured Person* as well as normal salary including:

- a) payments made or due (including options to purchase, acquire or sell) under a share option
- b) pension scheme or other employee benefit program incentive or deferred salary.

Excess

The first amount of any *Claim* or *Claims* as detailed in *Your Policy* schedule for which *You* are responsible. The excess applies to *Loss* (as defined in each section of the *Policy*), *Crisis Public Relation Costs*, *Defence Costs* and *Investigation Costs*, however, it will not apply to any *Claim* successfully defended.

The Excess will only be charged at the end of each *Claim* and/or investigation.

Extradition Proceeding

Any *Claim* or proceeding brought against an *Insured Person* under United Kingdom extradition law or similar law in any other country.

Fair Presentation

Your duty to provide a fair presentation of the risk as described in Part 2 of the Insurance Act 2015.

Insured Person

- a) Any person who was, is, or during the *Period of Insurance* becomes a director, trustee, partner, member or officer of *Yours*
- b) Any natural person acting in the capacity as a director of *Yours* (not including any administrator, liquidator, receiver or auditor)
- c) Any shadow director as defined under United Kingdom law or similar legislation in any other country
- d) Any *Employed Person* of *Yours*.
- e) Any trustee of any pension or employee benefit scheme or trust fund operated or administered by *You*
- f) The lawful husband, wife, civil or unmarried partner of an insured person described in a) to e) above, only because of their relationship, following a *Claim* against the insured person.
- g) The estates, heirs or legal representatives of any insured person above who has died or become incapacitated, insolvent or bankrupt but only in relation to a *Claim* against the insured person.

Insurer

means the party specified as such in the schedule.

Investigation

Other than investigations by HMRC, any official hearing, investigation, examination, official enquiry or enquiry into *Your* or an *Insured Person's* business carried out by any government department, regulator or third party with legal rights to do so.

For HMRC investigations, investigation is restricted to those enquiries undertaken by the Special Civil Investigations Office under Code of Practice 8 or Code of Practice 9, an enquiry held under section 60 or 61 of the VAT Act 1994 or any matters handled by the National Investigations Service of HMRC.

Investigation does not include any routine regulatory supervision, enquiry or compliance review, any internal investigation or any investigation into the business activities of *Your* industry which is not related only to *Your* or any *Insured Person's* conduct.

Investigation costs

Legal and other professional costs and expenses agreed with the *Insurer* in writing, incurred directly by *You* or an *Insured Person* in preparing for and attending any *Investigation*.

This does not include salary or any other additional costs of *Yours*

Limit of Liability

The amount shown in *Your Policy* schedule as the limit of liability.

Manslaughter Claim

Any court action brought for manslaughter, corporate manslaughter, corporate homicide or culpable homicide.

Outside Company

Any company other than *You*:

- a) that is a charity or association, or;

- b) in which *You* hold any issued share capital.

but this does not include

- i) any company registered in the United States of America
- ii) any listed company
- iii) any financial services company.

Period of Insurance

The period from the start date to the expiry date of *Your* cover, shown in *Your Policy* schedule.

Policy

The *Policy* and schedule and any endorsements attached or issued.

Pollutant

Any contaminant, irritant or other substance including, but not limited to: asbestos, lead, smoke, vapour, water, oil, oil products, dust, fibres, soot, fumes, acids, alkalis, chemicals, waste (including materials that have been or are intended to be recycled, reconditioned or reclaimed).

Pollution

Actual, alleged or threatened discharge, seepage, treatment, removal, disposal, dispersal, emission, release or escape of any *Pollutant* or any regulatory order, direction or request to test for, monitor, remove, contain, treat, detoxify, or neutralise any *Pollutant*.

Pollution clean up costs

Costs incurred by *You* or imposed by the Environment Agency or equivalent body in any other territory to investigate and clean up any *Pollution* incident.

Proposal

Any proposal or application form, statement of fact, declaration or other information provided by *You* or on *Your* behalf in connection with this policy.

Regulatory mitigation costs

Costs incurred by *You* in reporting and representing *You* following a report to any official regulator to reduce or avoid any potential fine or penalty.

Retaliatory Treatment

Any actual or alleged action by *You* against an *Employed Person* as a result of the *Employed Person* using or trying to use their legal rights.

This includes but is not limited to their rights under employment discrimination statutes.

Safety Legislation Claim

Any court action alleging a breach of statutory duty under health and safety, consumer protection or food safety legislation.

Subsidiary

Any company where *You*;

- a) own more than 50% of the share capital
- b) have a majority of the voting rights
- c) have the right to appoint or remove a majority of the company's board of directors
- d) control a majority of its voting rights under a written agreement with other shareholders or members.

If a company ceases to be a subsidiary cover will continue but only for a *Claim* caused by a *Wrongful Act* carried out before it stopped being a subsidiary. *You/Your/Yourself*
The firm, company or organisation shown in the *Policy* schedule as the insured.

Meanings which apply to the Directors' and officers' liability section

These meanings apply within the Directors' and officers' liability section of *Your Policy*.

If a word or phrase has a defined meaning it will be highlighted in italic print and will have the same meaning wherever it is used in the Directors' and officers liability section.

Deprivation of assets expenses

Costs and expenses of any *Insured Person* paid directly to the provider of the services listed below as a direct result of any interim or interlocutory order confiscating or suspending the rights of ownership over personal assets or real property of any *Insured Person* during the *Period of Insurance*

- a) schooling;
- b) housing;
- c) utilities; or
- d) personal insurances

Such costs and expenses shall only be paid where a personal allowance has been directed by a Court to meet such payments and that personal allowance has been exhausted.

Such costs and expenses shall only be paid where a personal allowance has been directed by a Court to meet such payments and that personal allowance has been exhausted.

Loss

Costs and expenses of any claimant and monetary regulatory penalties which an *Insured Person* becomes legally liable to pay and incurred with the *Insurer's* prior written agreement, to investigate defend or settle a *Claim* against any *Insured Person* and this will include

- a) *Defence Costs and Investigation Costs*
- b) awards of damages (including punitive and exemplary damages where legally allowed)
- c) pre and post judgement interest on a judgement or award covered by this section
- d) settlements

but this will not include any criminal fines or penalties, taxes (other than those covered under the Tax cover), salary or *Employment Related Benefits*. Civil fines are covered only where they are insurable under United Kingdom law.

Policy Territories

Worldwide

Wrongful Act

Any actual or alleged act, error or omission carried out or attempted by an *Insured Person* during the performance of their duties but only in their role as *Your* director, officer or *Employed Person* including:

- a) breach of any duty, including fiduciary or statutory duty
- b) breach of trust
- c) negligence, negligent misstatement, misleading statement or negligent

- misrepresentation
- d) defamation
- e) wrongful trading as defined under United Kingdom law
- f) breach of warranty or authority
- g) any other act, error or omission attempted or allegedly carried out or attempted by an *Insured Person* only because of their position as a director, officer or *Employed Person* of *Yours*.

You/Your

In addition to the *Policy* definition this will include:

- a) a *Subsidiary*, and any *Subsidiary* created or acquired during the *Period of Insurance* provided that the newly created or acquired *Subsidiary*:
 - i) is not registered in the United States of America; or
 - ii) does not trade any of its securities on any United States of America exchange;

But only for a *Claim* against an *Insured Person* caused by a *Wrongful Act* carried out after the date of creation or acquisition.

- b) any pension or employee benefit scheme or trust fund of *Yours*.

Meanings which apply to the Employment practices section

These meanings apply within the Employment practices liability section of *Your Policy*.

If a word or phrase has a defined meaning it will be highlighted in italic print and will have the same meaning wherever it is used in the Employment practices liability section.

Loss

Costs and expenses of any claimant and monetary regulatory penalties which *You* or an *Insured Person* becomes legally liable to pay and incurred with the *Insurer's* prior written consent, to investigate defend or settle a *Claim* against *You* or any *Insured Person* and this will include:

- a) *Defence Costs and Investigation Costs*
- b) awards of damages (including punitive and exemplary damages where legally allowed)
- c) pre and post judgement interest on a judgement or award covered by this section
- d) settlements

But this will not include any criminal fines or penalties, salary or *Employment Related Benefits*.

Civil fines are covered only where they are insurable under United Kingdom law.

Policy Territories

Great Britain, Northern Ireland, the Channel Islands and the Isle of Man.

You/Your

In addition to the *Policy* definition this will include:

- a) a *Subsidiary*, and any *Subsidiary* created or acquired during the *Period of Insurance* provided that the newly created or acquired *Subsidiary* is not registered outside of the United Kingdom;

But only for a *Claim* against *You* or an *Insured Person* caused by a *Wrongful Act* carried out after the date of creation or acquisition.

- b) any pension or employee benefit scheme or trust fund of *Yours*.

Meanings which apply to the Company legal liability section

These meanings apply within the Company legal liability section of *Your Policy*.

If a word or phrase has a defined meaning it will be highlighted in italic print and will have the same meaning wherever it is used in the Company legal liability section.

Cyber liability claim

Loss for which *You* are legally liable caused by *Your* electronic systems.

Identity Fraud

Any agreement entered into by anyone other than *You*, pretending to be *You*, for the purpose of committing a criminal or malicious act.

Loss

Costs and expenses of any claimant and monetary regulatory penalties which *You* become legally liable to pay and incurred with the *Insurer's* prior written agreement to investigate, defend or settle a *Claim* against *You* and this will include:

- a) *Defence Costs and Investigation Costs*
- b) awards of damages (including punitive and exemplary damages where legally allowed)
- c) pre and post judgement interest on a judgement or award covered by this section
- d) settlements

But this will not include any criminal fines or penalties, taxes (other than those covered under the Tax cover), salary or *Employment Related Benefits*.

Civil fines are covered only where they are insurable under United Kingdom law.

Products

Products that *You* supply, provide or deliver including containers, packaging, labelling, instructions, advice and services in connection with *Your* product.

Policy Territories

Great Britain, Northern Ireland, the Channel Islands and Isle of Man.

Tax claim

A *Claim* arising as a result of a review of your affairs by the Special Civil Investigations Office under Code of Practice 8 or Code of Practice 9, an enquiry held under section 60 or 61 of the VAT Act 1994 or any matters handled by the National Investigations Service of HMRC.

Wrongful Act

Any actual or alleged act, error or omission carried out or attempted by *You* including but not limited to:

- a) breach of any duty, including fiduciary or statutory duty
- b) breach of trust
- c) negligence, negligent misstatement, misleading statement or negligent misrepresentation
- d) breach of warranty or authority.

You/Your

In addition to the *Policy* definition this will include:

- a) a *Subsidiary*, and any *Subsidiary* created or acquired during the *Period of Insurance* as long as the newly created or acquired *Subsidiary* is not registered outside of the United Kingdom;
- But only for a *Claim* against *You* caused by a *Wrongful Act or Investigation* carried out after the date of creation or acquisition.
- b) Any pension or employee benefit scheme or trust fund of *Yours*.

Section 8

Complaints

How to make a complaint

Victor Insurance's aim is to ensure that all aspects of *Your* insurance are dealt with promptly, efficiently and fairly. At all times Victor Insurance is committed to providing *You* with the highest standard of service.

If *You* have any questions or concerns about *Your* policy or the handling of a *Claim You* should, in the first instance, contact Victor Insurance or the broker where applicable. In the event that *You* remain dissatisfied and wish to make a complaint, *You* can do so at any time. Making a complaint does not affect any of *Your* legal rights. Please contact:

Country Manager, UK, Victor Insurance, 1 Tower Place West, Tower Place, London, EC3R 5BU.

If *You* remain dissatisfied after Victor Insurance has considered *Your* complaint or if *You* have not received a written final response within eight weeks from the date Victor Insurance received *Your* complaint, *You* may be entitled to refer *Your* complaint to the Financial Ombudsman Service who will independently consider *Your* complaint free of charge. Their contact details are:

Post: The Financial Ombudsman Service, Exchange Tower, London E14 9SR

Telephone: (Fixed): 0800 0234567 (Mobile): 0300 1239123 (Outside UK): +44 (0) 20 7964 0500

Fax: +44 (0)20 7964 1001

Email: complaint.info@financial-ombudsman.org.uk

Website: www.financial-ombudsman.org.uk

Please note:

You must refer *Your* complaint to the Financial Ombudsman Service within six months of the date of the final response

The Financial Ombudsman Service will normally only consider a complaint from private individuals, from a business that has an annual turnover of less than 2 million Euros and fewer than 10 employees or from trustees of a trust with net asset value of less than £1m.

The Financial Services Compensation Scheme (FSCS)

Under the Financial Services and Markets Act 2000, should we be unable to meet our liabilities to policyholders, compensation may be available. Insurance advising and arranging is covered for 90% of the claim, without any upper limit. For compulsory classes of insurance, insurance advising and arranging is covered for 100% of the claim, without any upper limit. Information can be obtained on request, or by visiting the Financial Services Compensation Scheme website at www.fscs.org.uk.



www.victorinsurance.co.uk

Victor Insurance is a trading name of Marsh Ltd.
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