



Key facts

Design and build contractors (professional liability)

Professional liability, directors' and officers' liability, entity defence, employment law protection, data liability and cyber liability covers are on a 'claims made' basis which provides cover for claims **which are made and notified to us during the Period of Insurance**

Data loss, cyber loss and network interruption are on a 'first discovered' basis which provides cover for losses **which are first discovered by you and notified to us during the period of insurance**

Cover

Professional liability

Covers your legal liability for any civil liability* arising from your design, specification, supervision of construction etc

In addition cover includes:

- Mitigation costs incurred with our consent
- Cover for loss of documents (up to £25,000 in total)
- Costs and expenses incurred with our consent in defending proceedings brought under the Construction (Design and Management) Regulations (up to £100,000 in total)
- Adjudication awards under the Construction Act

The limit of indemnity applies to each claim (including costs and expenses) and in total for the period of insurance.

An excess will apply to all claims.

**N.B. a civil liability is any liability you may incur other than a criminal one. It therefore includes, amongst others, negligence, unintentional breach of confidentiality and/or copyright, defamation etc*

Directors and officers liability (optional)

Covers:

- Your legal liability as a director or officer of the company.
- Your legal costs and expenses in respect of
 - Any investigations
 - The defence of any legal action seeking your disqualification as a director
 - Extradition proceedings (including appeals)

(N.B. When the company indemnifies you as above, either as required by law or in accordance with its Memorandum or Articles of Association, trust deed etc, then the cover extends to reimburse the company accordingly)

In addition cover includes:

- Public relations crisis management

Covering your costs in using public relations specialist to deal with adverse press, publicity or media attention within the United Kingdom following:

- The allegation that you have committed a wrongful act
- Your successful defence of an allegation of a wrongful act

Where there is a risk to your livelihood as a consequence of such attention (maximum £25,000 which is in addition to the limit of indemnity)

- Non-executive directors

An additional 10% of the limit of indemnity available to cover costs and expenses of non-executive directors if all available indemnity is exhausted.

- Emergency costs and expenses

Retrospective approval of costs and expenses incurred if you are unable to reasonably obtain our prior written consent (up to a maximum of 10% of the limit of indemnity)

The limit of indemnity applies to each claim (including costs and expenses) and in total for the period of insurance.

No excess applies (other than in respect of company reimbursement where the claim is brought in the USA).

Entity defence (optional)

- Public relations crisis management

Covers the entity's costs in using public relations specialist to deal with adverse press, publicity or media attention within the United Kingdom following:

- Allegations of fraud
- Serious injury to employees or members of the public
- Dismissal or resignation of members of the entity's main board of directors
- Official investigations into the entity's affairs

Where there is a risk to the entity's business as a consequence of such attention (maximum £25,000 which is inclusive of the limit of indemnity)

- Identity fraud

Covers the entity's legal costs and expenses in establishing that someone (other than a director, officer or employee) has fraudulently entered into an agreement with a third party by representing themselves as the entity. Provided the misrepresentation is in connection with the entity's business and is made within the United Kingdom.

- Investigations

Covers the entity's legal costs and expenses in respect of an official investigation (other than by HM Revenue & Customs) within the United Kingdom.

- Corporate manslaughter

Covers the entity's legal costs and expenses in defending a prosecution brought under the Corporate Manslaughter and Corporate Homicide Act 2007

- Breach of contract

Covers the entity's legal costs and expenses in defending a claim within the United Kingdom alleging breach of contract for goods or services provided to a customer.

- Pollution

Covers the entity's legal costs and expenses in defending a claim within the United Kingdom alleging that a director, officer or employee has committed a wrongful act which results in pollution.

- Taxation

Covers the legal costs and expenses in our negotiating on behalf of the entity following a tax investigation (including PAYE and VAT) by HM Revenue and Customs and/or in an appeal.



Key facts

Design and build contractors (professional liability)

- Data protection

Covers the entity's legal costs and expenses in defending a claim following a breach or alleged breach of the Data Protection Act and/or in an appeal.

The limit of indemnity applies in total for the period of insurance.

An excess of £1000 applies to the Investigations cover.

Employment law protection (optional) (not available in Northern Ireland)

Covers your legal liability following an employment dispute.

In addition your legal costs and expenses are covered in respect of attendance at any employment or health and safety investigations.

Wide definition of 'employee' to include anyone deemed by an Employment Tribunal or the Employment Appeals Tribunal to be an employee.

Claims against you must be brought within England, Wales or Scotland.

The limit of indemnity applies to each claim (including costs and expenses) and in total for the period of insurance.

An excess will apply to all claims with a minimum excess of £10,000 in relation to TUPE.

Cyber and data risks (optional)

Covers you for:

- Data loss

Covers costs reasonably incurred by you in the 90 days following your first discovery of a data breach* to

- contain, recover and assess the data breach
- comply with any UK requirements to establish credit monitoring, identity theft or similar mitigation services
- comply with any UK requirements to notify third parties (or employees) of any data breach (and, where there is no requirement, to notify such persons where this will mitigate or avoid a loss under the data liability section of the policy)

- Data liability

Covers your legal liability for damages and costs following a data breach

- Cyber loss

Covers costs reasonably incurred by you

- to restore, replace, rebuild or reinstate your computers following a hacking incident or denial of service attack that are specifically targeted at you
- to contain, mitigate or pay a ransom demand from a third party who threatens to initiate or continue a data breach against you

- Cyber liability

Covers your legal liability for damages and costs following:

- Your negligent transmission of a computer virus

- A hacking incident or denial of service attack that are specifically targeted at you

- Libel, slander, defamation or unintentional infringement of intellectual property rights occasioned through your website or other online mediums

- Network Interruption

Covers your reduction in net profit during the 7 days following a hacking incident or denial of service attack that are specifically targeted at you.

Claims against you must be brought within the UK.

Your business must be conducted within the UK (other than temporary visits abroad).

At your request cover extends to certain other persons.

A limit applies to all losses in total for the period of insurance.

An excess will apply to all losses other than under network interruption.

Under network interruption we do not cover your reduction in net profit during the first 24 hours after you discover the hacking incident or denial of service attack

**NB under the data loss cover the data that is the subject of the data breach must either reside on your computers or (if non-electronic) be held by you. In respect of all other sections of cover such data must reside or be held anywhere.*

Principal extensions under this section include:

- Costs incurred with our agreement in using public relations specialists to deal with adverse press, publicity or media attention following a hacking incident or denial of service attack that is specifically targeted at you or any event which could result in a loss under the policy (maximum £25,000 or the indemnity limit whichever is the least)
- Regulatory investigations and fines – legal costs incurred with our agreement for representation at any investigation or proceedings by the UK Information Commissioner's Office – any fines levied against you due to a breach of PCI Data Security Standard following a hacking incident or denial of service attack that is specifically targeted at you (maximum £100,000 or the indemnity limit whichever is the least)

Principal Exclusions

All insuring clauses

- Fines and penalties
- Claims involving mould
- Sanctions

Professional liability

Claims resulting from your ownership, possession or use of:

- Vehicles or craft etc.
- Land, buildings, civil engineering structures other than when being used etc for your professional activities and duties for a customer or third party or where they form part of any permanent or temporary works for any contract in which you are involved



Key facts

Design and build contractors (professional liability)

- Certain dishonest and malicious acts
- Agreement to pay penalties or liquidated damages
- Responsibility for the acts of other parties in any consortia and joint ventures
- Circumstances known at inception
- Pollution
- Bodily injury/property damage (other than loss of documents) unless resulting from the provision of professional activities and duties
- Estimates by unqualified persons and/or deliberately uneconomic tenders
- Claims made by anyone having a financial interest in your business
- Trading losses
- Asbestos
- Certain intellectual property rights
- Failure to effect or maintain insurance and/or the provision of finance and/or financial advice

Directors and officers liability

- Employment disputes (but only if the company is an unincorporated body or if the employment law protection section is operative)
 - Admitted or proven dishonest, fraudulent or malicious conduct*
 - Pollution* (other than in respect of environmental proceedings)
 - Bodily injury/property damage*
 - Acting as a trustee of a pension scheme
 - Claims following your takeover or merger
 - Professional duties to third parties*
 - Any claims made against you:
 - By an associated company*
 - By the company or your fellow directors and officers in the USA*
- However, we will pay your legal costs and expenses in defending the claim

**N.B. exclusion not applicable where the claim is brought by a shareholder due solely to any loss in value of the company's share capital.*

Entity defence

- Crisis occurring, identity fraud discovered, investigations or proceedings instigated, claims or appeals made subsequent to your takeover or merger.
- Breach of contract
 - Where the entity (or its parent or ultimate holding company) is a 'quango' or where the government/government agency is a major shareholder
 - Infringement of copyright, patent etc or any other intellectual property rights
 - Breach of secrecy or confidentiality agreements
 - Licence or franchise agreements
 - Involving an Employment Wrongful Act
 - Involving ownership, use etc of motor, vehicles, aircraft, watercraft, land or buildings
 - Tenancy or letting of property
 - Insurance contracts
 - Modified or bespoke software/hardware systems
 - Amounts less than £5000
- Taxation:
 - Aspect enquiries
 - Tax avoidance schemes
 - Failure to register for VAT
 - Tax investigations by Special Civil Investigations or Civil Investigation of Fraud Units of HM Revenue & Customs

- Alleged dishonesty or alleged criminal offences
- Judicial reviews

Employment law protection

- Your dishonest or fraudulent conduct
- Your wanton, willful, reckless or intentional disregard of employment legislation
- Where you voluntarily assume liability*
- Disputes following your takeover, merger or liquidation
- Your failure to adapt premises or working methods to meet the needs of a disabled person
- Remuneration, redundancy and benefits you have a legal obligation to pay
- Cost of compliance with any injunctive or non-pecuniary relief
- Disputes between assureds

**N.B. This does not refer to your obligations under the TUPE regulations as these are not voluntarily assumed*

Cyber and data risks

- Betterment
- Certain dishonest and malicious acts
- Contractual liability
- Responsibility for the acts of other parties in any consortia or joint ventures
- Circumstances known at inception
- Claims made against you by anyone having a financial interest in your business
- Trading losses (other than under network interruption)
- Infringement of patent
- Electromagnetic, electrical or mechanical radiation, failures, disturbances and the like
- Insufficient IT infrastructure capacity
- Use of unproven or illegal software

Principal Conditions

All insuring clauses

- **Immediate claims notification**
- **Immediate notification of early conciliation**
- Claims notification and handling requirements
- Subrogation rights
- Consequences of fraudulent claims
- Contract of insurance subject to English or Scottish law (as appropriate)
- All equipment to be calibrated and/or maintained in accordance with manufacturers recommendations

Professional liability

- Specialist designers and consultants to have their own professional indemnity insurance for at least £250,000 any one claim on £1,000,000 in the aggregate.

Directors and officers liability

- Waiving of our rights following your unintentional non-disclosure or misrepresentation
- Cancellation instructions to be sanctioned by all directors and officers
- Any public or private offering of your shares to be advised by us
- Severability

Employment law protection

- Use of the Markel Employer Helpline in relation to TUPE



Key facts

Design and build contractors (professional liability)

- **Immediate notification of early conciliation**

Cyber and data risks

- All rights and remedies to be maintained against service providers, designers, consultants or contractors

This factsheet is not a policy document and contains only general descriptions.
Policyholders must refer to the actual policy issued for the binding terms, conditions and exclusions of cover.

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