

## ACCOUNTANTS

### Professional Indemnity

Professional Indemnity insurance provides essential financial protection for Accountants against potential losses arising out of acts, errors and omissions from a wide variety of services including auditing, taxation, management consultancy, corporate finance and insolvency work.

#### Key Exposures

- Accounting and bookkeeping errors
- Incorrect tax advice / tax preparation
- Failure to fully comply with audit undertaking
- Fraud & dishonesty
- Conflicts of interest
- Business valuations
- Confidentiality

Newline Australia provides a tailored Accountants Professional Indemnity insurance policy based on a broad civil liability wording.

#### Key Facts

<b>Security</b>	Lloyd's (Newline Syndicate 1218)
<b>Security Rating</b>	"A+" from Standard and Poor's
<b>Line Size</b>	Up to \$25 million capacity
<b>Reinstatements</b>	One to Unlimited depending on the nature of the practice
<b>Capacity Use</b>	Primary layer (preferred); Excess layer; Co-insurance
<b>Geographical</b>	Worldwide (excluding North America)
<b>Jurisdiction</b>	Australia

#### Underwriting Criteria

- Newline Australia Accountants Proposal Form (or suitable substitute) – must be signed.
- Full claims information (i.e., paid claims and outstanding estimates)
- Limited exposure to audit of listed companies (< 10% of fee income) and financial institutions
- For Excess Layers:
  - Details of primary insurer and terms applied
  - Underlying wording

### Coverage Features

#### Insuring Clauses

- Claims Made and Notified coverage basis
- Civil Liability, including:
  - Intellectual Property
  - Misleading & Deceptive Conduct
  - Libel & Slander
  - Fraud & Dishonesty
  - Defence Costs offered:
    - In addition to the Limit of Liability; or
    - Inclusive within the Limit of liability

#### Automatic Extensions

- Compensation for Court Attendance Costs - \$25K sub-limit
- Previous Business Name
- Quasi Judicial Costs - \$100K sub-limit
- Extended Reporting Period – 30 days
- Loss of Documents - \$250K sub-limit
- Newly Acquired or Created Subsidiary or Business
- Continuous Cover

#### Optional Extensions

- Joint Venture Liability
- Fidelity

#### Key Exclusions

- Optional Extensions (unless coverage is granted)
- Known claims / circumstances
- Bodily Injury / Property Damage
- Contractual Undertakings – unless liability would attach in the absence of the same
- Conflicts of interest unless disclosed
- Claims by related / associated entities
- Audit of listed companies / financial institutions
- Arranging finance / insurance
- Financial Planning
- Mortgage & Finance Broking
- Money Laundering