



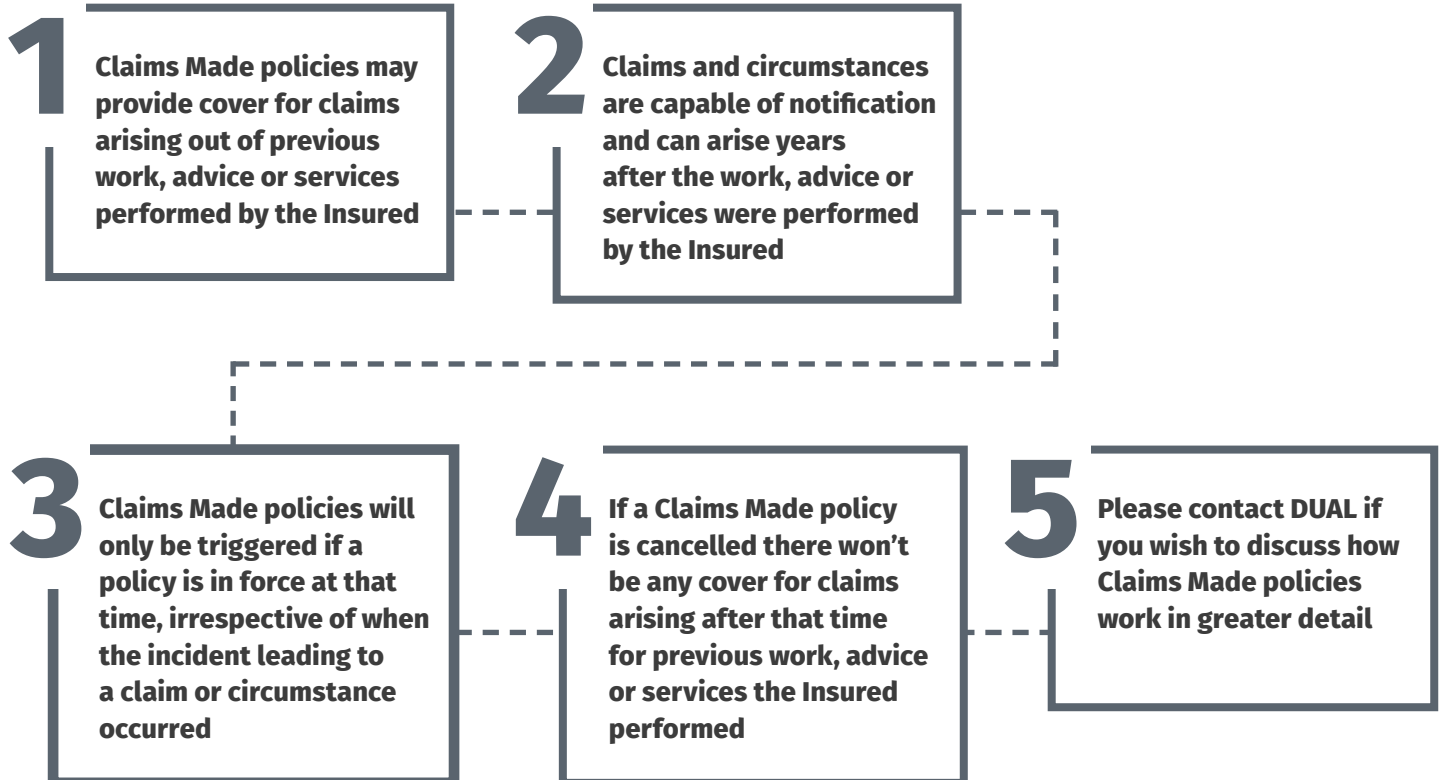
CANCELLING A CLAIMS MADE POLICY

Is your client thinking of cancelling their Professional Indemnity, Management Liability or Cyber Policy?

Given the current economic challenges being faced by many businesses, you may find your clients are wishing to cancel cover in order to save on costs, or worse, if they are facing the prospect of collapse. It's critical your clients are fully aware of the pitfalls of cancelling cover, particularly under a Claims Made policy.

5 key areas to consider before cancelling a Claims Made policy

In consultation with our panel law firm, Barry.Nilsson, we wanted to highlight 5 key areas clients should consider before cancelling a Claims Made policy:





What is a Claims Made Policy?

Claims Made is a type of Insurance policy that's triggered when a claim is made against the Insured during the policy period, regardless of when the underlying alleged negligence occurred.

What is Run-Off Cover?

Insureds may be able to purchase run-off cover which can be known as a 'Discovery Period' or 'Extended Reporting Period'. This would be relevant for clients who cease trading and wish to protect themselves in the event they need to close their doors.

Whether or not run-off cover is made available may be an Insurer's discretion, so it is important to check the terms and conditions of any 'Discovery Period' type clause in the wording.

We would highly recommend you ask the Insured to sign a waiver if, having been advised of all the above, they still choose not to purchase run-off cover.

Who are Barry.Nilsson?

Barry.Nilsson. is a national law firm, founded in 1963 with a reputation for leadership in the area of Insurance Law. The firm has offices in Brisbane, Sydney, Melbourne, Adelaide, Perth and Hobart.

Barry.Nilsson. has received record-breaking recognition in the 2021 edition of the Best Lawyers guide, with 47 individual listings.

Need more information?

contact your local DUAL underwriter or visit
www.dualaustralia.com.au