

Proposal Form



BusinessGuard Accountants Professional Liability Insurance



Bring on tomorrow



Proposal Form

BusinessGuard Accountants Professional Liability Insurance

Important Notice

Claims-Made and Notified Insurance

This policy is issued by AIG Australia Limited on a claims-made and notified basis. This means that the policy only covers Claims (as defined) first made against you during the Policy Period (as defined) and notified to the insurer in writing during the Policy Period. The policy does not provide cover for any Claims made against you during the Policy Period if at any time prior to the commencement of the Policy Period you became aware of facts which might give rise to those Claims being made against you. Section 40(3) of the Insurance Contracts Act 1984 provides that where you give notice in writing to the insurer of facts that might give rise to a Claim against you as soon as is reasonably practicable after you become aware of those facts but during the Policy Period, the insurer cannot refuse to pay a Claim which arises out of those facts, when made, because it is made after the Policy Period has expired.

This policy contains a "Prior Claims/Circumstances" Exclusion for loss in connection with any claim:

- made prior to or pending at the inception of this policy; or
- arising out of, based upon or attributable to any circumstance that, as of the inception of this policy, may reasonably have been expected by any Insured to give rise to a Claim.

This policy does not provide cover for Claims arising from any Wrongful Acts which take place before the Retroactive Date.

Your Duty of Disclosure

Before you enter into an insurance contract, you have a duty to tell us anything that you know, or could reasonably be expected to know, may affect our decision to insure you and on what terms.

You have this duty until we agree to insure you.

You have the same duty before you renew, extend, vary or reinstate an insurance contract.

You do not need to tell us anything that:

- reduces the risk we insure you for; or
- is common knowledge; or
- we know or should know as an insurer; or
- we waive your duty to tell us about.

If you do not tell us something

If you do not tell us anything you are required to, we may cancel your contract or reduce the amount we will pay you if you make a claim, or both.

If your failure to tell us is fraudulent, we may refuse to pay a claim and treat the contract as if it never existed.

Subrogation

This policy contains provisions which have the effect of excluding or limiting the insurer's liability in respect of a loss where you have prejudiced the insurer's rights of subrogation where you are a party to an agreement which excludes or limits insurer's rights to recover the loss from another party. You are hereby notified of the effect of these provisions.

Privacy Notice

This notice sets out how AIG Australia Limited (AIG) collects, uses and discloses personal information about:

- you, if an individual; and**
- other individuals you provide information about.**

Further information about our Privacy Policy is available at www.aig.com.au or by contacting us at australia.privacy.manager@aig.com or on 1300 030 886.

How we collect your personal information

AIG usually collects personal information from you or your agents.

AIG may also collect personal information from:

- Our agents and service providers;
- other insurers;
- people who are involved in a claim or assist us in investigating or processing claims, including third parties claiming under your policy, witnesses and medical practitioners;
- third parties who may be arranging insurance cover for a group that you are a part of;
- providers of marketing lists and industry databases; and
- publicly available sources.

Why we collect your personal information

AIG collects information necessary to:

- underwrite and administer your insurance cover;
- maintain and improve customer service; and
- advise you of our and other products and services that may interest you.

You have a legal obligation under the Insurance Contracts Act 1984 to disclose certain information.

Failure to disclose information required may result in AIG declining cover, cancelling your insurance cover or reducing the level of cover, or declining claims.

To whom we disclose your personal information

In the course of underwriting and administering your policy we may disclose your information to:

- entities to which AIG is related, reinsurers, contractors or third party providers providing services related to the administration of your policy;
- banks and financial institutions for policy payments;
- assessors, third party administrators, emergency providers, retailers, medical providers, travel carriers, in the event of a claim;
- other entities to enable them to offer their products or services to you; and
- government, law enforcement, dispute resolution, statutory or regulatory bodies, or as required by law.

AIG is likely to disclose information to some of these entities located overseas, including in the following countries: United States of America, United Kingdom, Singapore, Malaysia, the Philippines, India, Hong Kong, New Zealand as well as any country in which you have a claim and such other countries as may be notified in our Privacy Policy from time to time. You may request not to receive direct marketing communications from AIG.

Access to your personal information

Our Privacy Policy contains information about how you may access and seek correction of personal information we hold about you. In summary, you may gain access to your personal information by submitting a written request to AIG.

In some circumstances permitted under the Privacy Act 1988, AIG may not permit access to your personal information. Circumstances where access may be denied include where it would have an unreasonable impact on the privacy of other individuals, or where it would be unlawful.

Complaints

Our Privacy Policy also contains information about how you may complain about a breach of the applicable privacy principles and how we will deal with such a complaint.

Consent

If applicable, your application includes a consent that you and any other individuals you provide information about consent to the collection, use and disclosure of personal information as set out in this notice.



Details of Proposer

1.
 - a) Firm Name _____
 - b) Trading Name _____
 - c) ABN _____
 - d) Contact Person _____
 - e) Dun and Bradstreet Number _____
 - f) If you intend to claim an Input Tax Credit for the premium paid for this policy, please specify the percentage of the premium you will be claiming: _____%

Firm's main office

Street Address _____

Suburb _____ State _____ Postcode _____

Telephone _____ Facsimile _____

Website _____ Email Address _____

2.
 - a) During the past 3 years has the:
 - i) Name of the Firm changed? Yes / No
 - ii) Firm acquired, merged or taken over any other firm(s), or been acquired, merged or taken over by any other firm(s)? Yes / No
 - b) Is any acquisition, tender offer or merger pending or under consideration by the Firm? Yes / No
 - c) Is the Firm aware of any proposal relating to its acquisition by another company? Yes / No

If "Yes" to any of the above, please provide full details (use a separate sheet of your letter headed paper if insufficient room below), including confirmation of the position relating to past liabilities assumed by either party/ firm(s).

3. Please provide details of the current partners/principals/directors of the Firm:

Name of partner/principal/director	Professional Body/Society Name	Qualification(s)	Year Qualified	How many years as a partner/principal/director or	
				This Practice	Prev. Practice



Use a separate sheet of your letter headed paper if insufficient room above.

4. To what professional associations does the Firm belong? _____
5. Please provide details of current staff numbers:
- a) Partners/principals/directors _____
- b) Other qualified/technical personnel _____
- c) Administration & clerical personnel _____
- Total** _____

Details of the Business

6. Please provide the total amount of the Firm's gross income/fees for the following periods:
- a) Previous financial year \$ _____
- b) Current financial year \$ _____
- c) Coming financial year (estimate) \$ _____

7. Please state the percentage of gross income/fees for each of the activities set out below:

		Past 12 Mths Actual	Next 12 Mths Estimated
a)	Accounts preparation & bookkeeping	%	%
b)	Audit	%	%
	(i) Publicly listed companies*	%	%
	(ii) Unlisted public companies	%	%
	(iii) Financial institutions or offshore companies*	%	%
	(iv) Not-for-profit/SMSF	%	%
	(v) Private companies	%	%
c)	Business valuations	%	%
d)	Company secretarial/registrar	%	%
e)	Executorships and trusteeships	%	%
f)	Forensic accounting	%	%
g)	IT Consultancy (accounting software only)	%	%
h)	Insolvencies/liquidations/receiverships	%	%
i)	Management consultancy	%	%
j)	Corporate advisory services	%	%
	(i) Publicly listed companies	%	%
	(ii) Financial institutions	%	%
k)	Migration services	%	%
l)	Superannuation funds administration	%	%



m)	Taxation		%	%
n)	Financial planning / Investment advice		%	%
o)	Other (please specify)		%	%
	Total		100%	100%

**If the Firm's activities include the Audit of Publicly Listed Companies; Financial Institutions; or Offshore Companies completion of an Audit Addendum Form will be required prior to quoting.*

8. a) Does the Firm currently or has it in the past provided professional services in respect of establishing, running or terminating any tax minimisation schemes? Yes / No

If "No" please proceed to Question 9.

- b) If "Yes" to the above is it only in relation to professional services that are consistent with any determinations, rulings or notices issued by the Australian Taxation Office at the time of such professional services? Yes / No

Please also provide details of the tax minimisation schemes you have directly or indirectly advised on, or been involved with, including the name of scheme, brief details of scheme, Income derived in dollars, year that such work ceased.

9. Does any one contract or client represent more than 50% of the Firm's gross annual income/fees? Yes / No

If "Yes", please give details of the name of the client and what service(s) are provided (use a separate sheet of your letter headed paper if insufficient room below).

Claims Information

10. After enquiry of the partners/principals/directors and employees, has there been or is there now pending a claim against the Firm, it's predecessors in business or it's current or former partners/ principals/directors or employees for a breach of professional duty? Yes / No

If "Yes", please give details (use a separate sheet of your letter headed paper if insufficient room below).

11. After enquiry of the partners/principals/directors and employees is the Firm aware of any circumstance or incident which may give rise to a claim against the Firm or it's partners/principals/directors or employees? Yes / No

If "Yes", please give details (use a separate sheet of your letter headed paper if insufficient room below).



12. After enquiry of the partners/principals/directors and employees is the Firm aware of any prosecution or investigation (actual or pending) of the Firm or any partners/principals/directors or employees under any International, Commonwealth, State or Local statute, legislation, regulation or By Law? Yes / No
If "Yes", please give details (use a separate sheet of your letter headed paper if insufficient room below).

13. After enquiry of the partners/principals/directors and employees, has the Firm or any partners/principals/directors or employee ever been subject to any disciplinary action, been fined or penalised, or been the subject of an inquiry investigating or alleging professional misconduct? Yes / No
If "Yes", please give details (use a separate sheet of your letter headed paper if insufficient room below).

Details of Insurance

14. As at today's date does the Firm have Professional Indemnity Insurance currently in force that has been paid for? Yes / No
If "Yes", please state

a) Insurer	_____
b) Indemnity Limit	_____
c) Expiry Date	____/____/____
d) Retroactive Date	_____

15. Has the Firm ever had any Insurer decline a proposal, imposed any special terms, cancelled or refused to renew a Professional Indemnity Insurance Policy? Yes / No
If "Yes", please give details (use a separate sheet of your letter headed paper if insufficient room below).



16. What limit(s) of liability does the Firm require quotations for?
- \$1 million \$2 million \$5 million
- \$10 million Other: _____

17. What self insured retention is the Firm prepared to carry?
- \$1,000 \$2,000 \$5,000
- \$10,000 Other: _____

Optional Extension for Employment Practices Liability

18. a) Would you like a quotation for Employment Practices Liability coverage? Yes / No
- b) If 'Yes' has any Claim arising from employment practices liability ever been made against the Insured or, after enquiry of the partners/principals/directors and employees, is the Firm aware of any circumstances which may give rise to a Claim against the Firm or any its partners/principals/directors or employees? Yes / No

If "Yes", please supply the relevant details and advise what precautions have been taken to prevent a recurrence (use a separate sheet of your letter headed paper if insufficient room below).

Optional Extension for Fidelity

19. a) Would the Firm like a quotation for Fidelity Insurance?
- b) As at today's date, does the Firm currently have any fidelity guarantee/crime insurance? Yes / No
- If "Yes",
- a) Insurer _____
- b) Indemnity Limit _____
- c) Expiry Date ____/____/____
- d) Deductible _____
- c) Has the Firm ever sustained any loss through the fraud or dishonesty of any employee, or after enquiry of the partners/principals/directors and employees, is the Firm aware of any circumstances which may give rise to a loss against the Firm? Yes / No

If "Yes", please supply the relevant details and advise what precautions have been taken to prevent a recurrence (use a separate sheet of your letter headed paper if insufficient room below).



- d) Are monies, securities and/or negotiable instruments subject to control by at least one partner, principal or director, and one authorised signatory? Yes / No
- e) Is bank reconciliation carried out by someone not authorised to deposit into or withdraw from the bank accounts? Yes / No
- f) When recruiting or promoting Employees to positions of trust involving handling of stock, money, financial or treasury functions, does the Firm undertake independent checks in their employment history? Yes / No

Stamp Duty Split

20. For the purpose of calculating Stamp Duty please state the number of current staff (including directors/partners, full/part time and casual employees) located in each state:

NSW	VIC	QLD	SA	WA	TAS	ACT	NT	Overseas

Total of all employees above: _____

Declaration and Consent

Please Note: Signing the Declaration does not bind the proposer or the Insurer to complete this insurance.

I declare that I have made all necessary inquiries into the accuracy of the responses given in this proposal and confirm that the statements and particulars given in this proposal are true and complete and that no material facts have been omitted, misstated or suppressed. I agree that should any of the information given by me alter between the date of this proposal and the inception date of the insurance to which this proposal relates, I will give immediate notice thereof to the insurer.

I acknowledge receipt of the Important Notice, Privacy Notice and Disclosure information contained in this proposal and that I have read and understood the content of them.

I consent to AIG collecting, using and disclosing personal information as set out in AIG's privacy notice in this proposal and the policy. If I have provided or will provide information to AIG about any other individuals, I confirm that I am authorised to disclose the other individual's personal information to AIG and also to give the above consent on both my and their behalf.

I confirm that I am authorised by the proposing Firm (and its partners/principals/directors if applicable) to complete this proposal form and to accept the quotation terms for this insurance on behalf of the Firm (and its partners/principals/directors if applicable).

Name: _____

Title: _____

Signature: _____

Date: _____

Head Office

Sydney

Level 19, 2 Park Street Sydney NSW 2000
GPO Box 9933 Sydney NSW 2001

Melbourne

GPO Box 9933 Melbourne VIC 3001

Brisbane

GPO Box 9933 Brisbane QLD 4001

Perth

GPO Box 9933 Perth WA 6848

Australia wide

T 1300 030 886

F 1300 634 940

International

T +61 3 9522 4000

F +61 3 9522 4645

www.aig.com.au



Bring on tomorrow