



Policy Wording  
**LCSP**  
Commercial Legal  
Expenses Insurance

# IMPORTANT INFORMATION

The notes that follow do not change the terms and conditions of the Insurance Policy but highlight some of its important terms and conditions and set out some of the added benefits provided with the Insurance Policy.

## Added Benefits

### Telephone Advice Services

The Insured has access to legal, tax and stress counselling telephone advice services by calling the “Abbey Legal Line” or the “Stress Counselling Line” telephone numbers specified on the Schedule and quoting their Policy Number.

## Important Insurance Terms and Conditions of the Policy

### 1. Making a Claim

If the Insured needs to notify a possible Claim, they should write immediately to the Claims Department (Abbey Legal Protection, Minorities House, 2-5 Minorities, London, EC3N 1BJ or fax 0845 250 8863 or e-mail [claims@abbeylegal.com](mailto:claims@abbeylegal.com)). The Insured should provide their Policy Number and brief details of the circumstances. A claim form will be sent to the Insured for completion and this must be returned without delay. Please note that in certain circumstances (as shown on the Schedule) Abbey Legal Protection will choose a suitable representative to act on the Insured's behalf.

### 2. Telephone Advice Services

In the interest of monitoring the quality of advice given, and where appropriate to ensure compliance with Policy conditions, conversations may be recorded. The Insured agrees that in all circumstances Abbey Legal Protection has the Insured's express permission to listen to any of these recordings and expressly authorises the adviser to provide these recordings to the Claims Department and Underwriting Department of Abbey Legal Protection.

#### *Legal Telephone Advice Services*

The telephone legal advice is provided by Abbey Legal Services a division of Abbey Protection Group Limited and can advise on general UK law. Abbey Protection Group Limited is authorised and Regulated by the Solicitors Regulation Authority in respect of legal services only. Abbey Legal Services makes no additional charge for providing these telephone services.

The advice will primarily be provided by Abbey Legal Services and its teams of solicitors and barristers, who are ultimately managed by the Director of Legal Services (who is a lawyer).

If the Insured has a complaint about these telephone legal advice services they should contact the Customers Services Manager, Abbey Legal Services, Corinthian House, 17 Lansdowne Road, Croydon, CR0 2BX. If the Insured is unhappy with the written response from the Customer Services manager, the Client may contact the Legal Ombudsman at PO Box 6806 Wolverhampton, WV1 9WJ, or [www.legalombudsman.org.uk](http://www.legalombudsman.org.uk), or 0300 555 0333. (The Legal Ombudsman will only consider matters which have been submitted to it within the earliest of the following timescales: (a) within 1 year from the act/omission complained of; (b) within 1 year from when the Client should reasonably have known there was cause for a complaint, without taking advice from a third party and; (c) within 6 months of the Client receiving a written reply from Abbey Protection Group Limited concerning the complaint.

#### *Non-Legal Telephone Advice Services*

Non legal telephone advice is provided by Abbey Tax Protection and Personal Performance Consultants UK Ltd, Abbey Legal Protection makes no additional charges for providing these services.

If the Insured has a complaint about these services they should contact the Customers Services Manager, Abbey Legal Protection, Minorities House, 2-5 Minorities, London, EC3N 1BJ.

# SCHEDULE

**Policy No:** 8615/13

**Policyholder:** The LCSP Register of Remedial Masseurs and Manipulative Therapists

**Address:** 38A High Street, Lowestoft, NR32 1HY

**Business Description:** Qualified Therapist, practicing in the UK deemed to be a declared member of The LCSP Register of Remedial Masseurs & Manipulative Therapists

**Number of Insureds:** 300

**Deposit Premium:** £3,000 + IPT

**Annual Premium per Insured:** £10.00 + IPT per member

**Period of Insurance:** From: 1<sup>st</sup> March 2013  
To: 28<sup>th</sup> February 2014  
Both Dates Inclusive

**Sections of Cover:** A. Criminal Prosecution  
B. Fitness to Practice Representation  
C. Tax Protection  
D. Property Disputes  
E. Data Protection  
F. Personal Injury  
G. Jury Service Allowance

**Limit of Insurers Liability:** 1. Section G - £1,000 Any One Claim  
All other Sections - £100,000 Any One Claim.  
2. £1,000,000 In the Aggregate

**Excess:** Section C (Business Self-Assessment Aspect Enquiries only) - £1,000 Any One Claim  
All other Sections - nil

**Increased Excess:  
(for use of own choice of  
Appointed Representative)** Sections A, B, D, E & F - £1,000 Any One Claim  
Sections C & G - Not Applicable

**Territorial Limits:** The United Kingdom of Great Britain and Northern Ireland

**Abbey Legal Line:** 0845 375 4308

**Stress Counseling:** 0845 074 2799

**Claims Line:** 0870 600 1480

**Appointed Representative:** All claims under Section C to be handled by the Coverholder's choice of Appointed Representative

**Authorised:**



Richard Candy

ABBAY LEGAL PROTECTION

**Date:** 22<sup>nd</sup> March 2013

Underwritten at Lloyd's of London subscribing to Contract No. ALP002/2013

# Legal Protection Policy Wording

This is a "claims made" insurance and only covers Claims notified to the Coverholder during the Period of Insurance.

The Insured has submitted a written proposal and declaration or renewal declaration to the Insurer and it is agreed this shall form the basis for the issue of this Policy.

The Insurer agrees in consideration of the premium to indemnify the Insured to the extent and in the manner provided within this Policy in connection with activities within the scope and extent of the Business Description of the Insured.

Unless expressly stated nothing in this Policy will create rights pursuant to the Contracts (Rights of Third Parties) Act 1999.

## Definitions

### Acts of Parliament

All Acts of Parliament referred to in this Policy shall include any subsequent amendments, re-enactments or regulations and equivalent legislation enforceable within the Territorial Limits.

### Any One Claim

All Claims consequent upon the same original cause, event or circumstance. In respect of a Claim under Section C Tax Protection, an HMRC investigation into a later year's Self Assessment Return, where a previous year's Self Assessment Return is still subject to an open enquiry, shall be deemed to be Any One Claim.

### Appointed Representative

A solicitor, barrister or other appropriately qualified person appointed to act for the Insured in accordance with the terms of this Policy.

### Business Description

As specified in the Schedule.

### Claim

A claim under this Policy for Legal Expenses, Professional Expenses or Jury Service Allowance.

### Coverholder

Abbey Legal Protection a trading division of Abbey Protection Group Limited, who administers and manages this insurance on behalf of the Insurer.

### Employee

Any person under a contract of service with the Insured.

### Excess

The amount specified in the Schedule the Insured must pay in respect of Legal Expenses and/or Professional Expenses in respect of Any One Claim before the Insurer shall be liable to make any payment.

### Fitness to Practice

A determination by a regulatory body within the Territorial Limits into an Insured's fitness to practice.

### Increased Excess

The amount specified in the Schedule the Insured must pay in respect of Legal Expenses and/or Professional Expenses in respect of Any One Claim before the Insurer shall be liable to make any payment if the Insured instructs an alternative Appointed Representative to the one chosen by the Coverholder.

### Injury

Physical bodily injury or death.

### Inland Revenue Investigations

#### a) Business Self Assessment Full Enquiry

The enquiry which takes place when an officer of HM Revenue & Customs ("HMRC") makes a request to examine all of the Insured's business books and records and issues a formal notice under S9A or S12AC of the Taxes Management Act 1970 or under Paragraph 24(1) Schedule 18 Finance Act 1998.

b) Employer Compliance Dispute

A dispute which takes place following an expression of dissatisfaction with the Insured's PAYE and/or NIC affairs following an employer compliance visit by HMRC or following an expression of dissatisfaction with the Insured's P11Ds or P9Ds.

c) Business Self Assessment Aspect Enquiry

The enquiry which takes place when an officer of HMRC issues a formal notice under Paragraph 24(1) Schedule 18 Finance Act 1998 or S9A or S12AC of the Taxes Management Act 1970 in order to make an Aspect Enquiry into certain boxes on the Insured's Self Assessment Return.

### HMRC Investigation

Inland Revenue Investigations and VAT Disputes.

### Insured

A current full member of the Policyholder who is domiciled in the United Kingdom of Great Britain and Northern Ireland and has been declared to the Coverholder for which the appropriate premium has been paid.

### Insurer

Brit Syndicate 2987 at Lloyd's of London, bound pursuant to a binding authority with the Coverholder, unique market reference BO356KE617L12A000 (or renewal or replacement thereof).

The Insurer is not responsible for the subscription of any other subscribing insurer or any other insurer or co-insurer who for any reason does not satisfy all or part of their obligation.

### Jury Service Allowance

The net fee income from practicing the Insured's Business Description the Insured is unable to charge each day they attend on jury service at a Court within the Territorial Limits less any recovery from the Court.

### Legal Expenses

a) Fees

- i. Any professional fees, expenses and other disbursements reasonably incurred by the Appointed Representative with the consent of the Coverholder; and
- ii. Any costs incurred by other parties insofar as the Insured is held liable in Court or tribunal proceedings to pay such costs or becomes liable to pay such costs under a settlement made with another party with the consent of the Coverholder but excluding any costs which the Insured may be ordered to pay by a Court of criminal jurisdiction.

b) Witness Attendance Allowance

The amount of money per day the Insured is liable to pay the Employee including director or partner each day they are required by the Appointed Representative to attend as a witness at a Court or tribunal hearing subject to an inner limit of £100 per day and a maximum of £1,000 in Any One Claim.

### Period of Insurance

As specified in the Schedule.

### Policyholder

As specified in the Schedule

### Professional Expenses

Any fees, expenses and other disbursements reasonably incurred by the Appointed Representative with the consent of the Coverholder but excluding any tax or VAT, additional tax or VAT, interest or penalties demanded, assessed or required by the relevant authorities or other penalties imposed by a Court of criminal jurisdiction.

### Property

Land and/or buildings owned or occupied by the Insured for which the Insured is legally responsible.

### Territorial Limits

As specified in the Schedule.

### VAT Disputes

A dispute which takes place following a VAT control visit where a written decision, assessment or statement of alleged arrears is received from HMRC into the Insured's Value Added Tax Return; or following the receipt of a notice of VAT default surcharge, misdeclaration or late registration penalty.

### Limits of Insurer's Liability

The maximum liability of the Insurer under this Policy is limited to the amounts specified in the Schedule for 1 and 2 below:

1. Any One Claim
2. All Claims notified during the Period of Insurance.

## Sections of Cover

The Sections of Cover applicable are as specified in the Schedule.

The Insurer will only indemnify the Insured for Claims where the dispute, legal proceedings and HMRC Investigation are or would be within the Territorial Limits and the Claim is notified during the Period of Insurance and the dispute or legal proceedings are in connection with activities within the scope and extent of the Insured's Business Description.

### Section A - Criminal Prosecution

The Insurer agrees to indemnify the Insured against Legal Expenses incurred in:

- a) defending a prosecution against the Insured in a Court of criminal jurisdiction;
- b) an appeal by the Insured against the service of an Improvement or Prohibition Notice under the Health & Safety at Work Act 1974 or the Food Safety Act 1990.

### Exclusions to Section A

The Insurer shall not be liable to indemnify the Insured in respect of Claims arising out of or in connection with:

- a) any allegation relating to or arising from investigations by HMRC;
- b) any allegation of offences against the person, including offences of a sexual nature, unless the Insured pleads not guilty;
- c) any allegation of criminal damage;
- d) any allegation of dishonesty;
- e) any allegation of non-endorsable road traffic offences except tachograph prosecutions and weight prosecutions;
- f) any allegation of driving whilst under the influence of alcohol and/or drugs, or speeding;
- g) any allegation of failure to insure a motor vehicle as required by law;

### Section B - Fitness to Practice Representation

The Insurer agrees to indemnify the Insured against Legal Expenses incurred in representing the Insured at a Fitness to Practice hearing conducted by a regulatory body by which the Insured is regulated provided that the regulatory body has notified the Insured in accordance with the constitution of the regulatory body of the intention to convene a Fitness to Practice hearing into the Insured's professional conduct.

### Exclusions to Section B

The Insurer shall not be liable to indemnify the Insured in respect of Claims arising out of or in connection with any allegation arising from or relating to:

- a) any bodily injury, mental injury, illness, disease or death of any patient caused by any negligent act, error or omission committed by the Insured;
- b) negligence or breach of a duty of care;
- c) the dishonesty of the Insured's individual business partners, directors, employees or any self employed freelancers directly contracted to the Insured or under the Insured's supervision
- d) libel or slander or a breach of confidentiality
- e) the payment or non payment of membership subscriptions
- f) where the maximum sanction would not result in the expulsion or suspension of membership

### Section C - Tax Protection

#### Section C1 - Inland Revenue Investigations

The Insurer agrees to indemnify the Insured against Professional Expenses incurred in respect of representation of the Insured in an Inland Revenue Investigation including representation at a First-tier Tribunal, Upper Tribunal and at an appeal against a decision following such a Tribunal provided there is a reasonable prospect of reducing the liabilities alleged by HMRC.

## Section C2 - VAT Disputes

The Insurer agrees to indemnify the Insured against Professional Expenses incurred in representation of the Insured in a VAT Dispute in respect of:

- a) the local review procedure in order to reach agreement with HMRC;
- b) a First-tier Tribunal, Upper Tribunal or VAT Tribunal, including an appeal;

provided there is a reasonable prospect of reducing the liabilities alleged by HMRC.

## Exclusions to Section C

The Insurer shall not be liable to indemnify the Insured in respect of:

- a) the defence of any criminal prosecution;
- b) taxation proceedings which arise out of negligent misstatements or omissions made by or on behalf of the Insured in respect of returns or accounts or where there has been a lack of reasonable care in the keeping of business books and records;
- c) any Claim where the Tax Return is submitted outside the statutory time limits and/or in a penalty position or where the Insured has not notified chargeability to tax within the statutory time limits;
- d) the cost of preparing and reconciling returns, accounts, records or any other statutory returns, and the cost of professional valuations to support them;
- e) an enquiry under Public Notice 160 or Section 60 of the VAT Act 1994 or matters handled by HM Revenue & Customs Specialist Investigations, Civil Investigations of Fraud and Criminal Investigations Sections. Also Code of Practice 8 and 9 cases and/or the defence of any criminal prosecution;
- f) an enquiry into the validity of a claim for Working Families Tax Credit or a dispute concerning the payment of the Working Families Tax Credit by an employer;
- g) any dispute in connection with payment of the National Minimum Wage;
- h) a dispute or enquiry in respect of IR35 legislation;
- i) any Claim made where a Return submitted at the final filing date contains provisional figures in respect of all of the trading income and expenditure items;
- j) an investigation under a voluntary disclosure made to the HMRC in respect of omitted tax NIC or VAT liabilities which become due as a result of the Insured's deliberate act or following an HMRC amnesty where the Insured has made an incorrect return to HMRC;
- k) HMRC Enquiry into a tax planning arrangement where HMRC has allocated a Disclosure of Tax Avoidance Scheme (DoTAS) Number for inclusion on the relevant self assessment return or where a DoTAS Number would have been issued but for the failure to notify HMRC of the tax planning arrangement; or any matter relating to bespoke tax planning outside of the normal trade such as film partnerships or film schemes, or planning involving artificially created losses or loan arrangements.

## Section D - Property Disputes

The Insurer agrees to indemnify the Insured against Legal Expenses incurred in any dispute or legal proceedings made by or brought against the Insured:

- a) over the physical possession of the Property provided that all statutory and contractual notices have been correctly served by the Insured;
- b) over the terms of a tenancy agreement between the Insured and a Contracting Party relating to the use or maintenance of the Property including dilapidations;
- c) other than with a tenant over the actual or alleged negligence, damage (including trespass) or nuisance to the Property, provided the Insured will suffer financial loss if the Insured fails to pursue or defend the dispute or legal proceedings.

## Exclusions to Section D

The Insurer shall not be liable to indemnify the Insured in respect of any Claim arising out of or in connection with:

- a) the payment or non payment or review of any tax, rent, mesne profit or service charge;
- b) a dispute relating to planning or building regulations or decisions or compulsory purchase orders or any actual, planned or proposed works by or under the order of any government or public or local authority;
- c) any dispute arising from the negotiation, review or renewal of a tenancy agreement or the subsequent purchase of the Property whether or not such purchase is completed;
- d) any dispute where the Insured has failed to maintain in full force and effect during the tenancy agreement buildings insurance covering the standard range of perils if the Insured was contractually obligated to have such insurance in force;
- e) a dispute over subsidence or heave howsoever caused;
- f) a contract dispute other than where the contract is a tenancy agreement with a Contracting Party.

## Section E - Data Protection

The Insurer agrees to indemnify the Insured against Legal Expenses incurred in defending any dispute or legal proceedings, brought against the Insured under the Data Protection Act 1998 including an appeal by the Insured against a refusal of an application for registration or alteration of registered particulars or an appeal against an Enforcement, Deregistration or Transfer Prohibition Notice.

The Insurer further agrees to indemnify the Insured against compensation the Insured is ordered to pay under Section 13 of the Data Protection Act 1998 consequent upon the holding, loss or unauthorised disclosure of data provided that any compensation follows the Insured's unsuccessful defence of an action under the Data Protection Act 1998 to which the Coverholder's consent had been granted and has not been withdrawn.

## Section F - Personal Injury

The Insurer agrees to indemnify the Insured against Legal Expenses incurred in the pursuit of any dispute or legal proceedings for damages for Injury to the Insured caused by the actual or alleged act or omission of a third party.

## Section G - Jury Service Allowance

The Insurer agrees to indemnify the Insured against Jury Service Allowance with such indemnity being limited to £100 per day and a maximum of £1,000 in Any One Claim.

# General Exclusions

The Insurer shall not be liable to indemnify the Insured in respect of:

1. the defence of the Insured in civil legal proceedings arising from:
  - a) injury or disease including psychiatric injury and stress;
  - b) loss, destruction or damage of or to property;
  - c) alleged breach of any professional duty;
  - d) any tortious liability (other than as specified in Section D Property Disputes;
2. any dispute, legal proceedings or HMRC Investigation made, brought or commenced outside the Territorial Limits;
3. Legal Expenses or Professional Expenses incurred without the prior written consent of the Coverholder or in excess of the Coverholder's consent;
4. any Claim relating to or arising from any cause, event or circumstance occurring prior to or existing at inception of this Policy or at the time the Insured was designated to benefit from this Policy and which has or which the Insured knew or ought reasonably to have known may give rise to a dispute, legal proceedings, HMRC Investigation or Claim for Jury Service Allowance by or against the Insured;
5. fines or other penalties imposed by a Court or tribunal;
6. any dispute, legal proceedings or HMRC Investigation in respect of which the Insured is, or but for the existence of this Policy would be, entitled to indemnity under any insurance policy whether a legal expenses insurance or not or under a legal aid certificate or representation order;
7. any Claim arising from: the Insured's intentional wrongdoing; or an act or omission with negligent disregard as to its consequences;
8. any dispute or legal proceedings with Government or Local Authority departments concerning the imposition of statutory charges;
9. disputes or legal proceedings between Insureds as specified in the Schedule or any endorsement thereto, or with any parent company or subsidiary company or associated company or partner;
10. any dispute between the Insured and the Coverholder, the Insurer, the Appointed Representative or their insurance broker;
11. any dispute or legal proceedings arising out of breach or alleged breach of confidentiality or passing off whether related to intellectual property or not;
12. any dispute or legal proceedings arising out of the ownership or existence of any intellectual property rights;
13. any dispute or legal proceedings arising out of or in connection with actual or alleged defamation or malicious falsehood;
14. any Legal Expenses or Professional Expenses incurred in respect of or in connection with a judicial review;
15. appeals arising out of legal proceedings or HMRC Investigations to which no Coverholder's consent has been granted;
16. any claim, legal liability or any loss or damage to property directly or indirectly caused by or contributed to by seepage, pollution or contamination of any kind;
17. any Legal Expenses or Professional Expenses which the Insured should or would have had to incur irrespective of any dispute;
18. any expense, legal liability or any loss or damage to property directly or indirectly caused by or contributed to by:
  - a) ionising radiations or contamination by radioactivity from any nuclear fuel or from any nuclear waste from the combustion of nuclear fuel;



- b) the radioactive, toxic, explosive or other hazardous properties of any explosive nuclear assembly or nuclear component thereof;
19. any loss, damage, cost or expense whatsoever directly or indirectly caused by, resulting from or in connection with (including any action taken in controlling, preventing, suppressing or in any way relating to) any of the following regardless of any other cause or event contributing concurrently or in any other sequence to the loss;
- a) war, invasion, acts of foreign enemies, hostilities or warlike operations (whether war be declared or not), civil war, rebellion, revolution, insurrection, civil commotion assuming the proportions of or amounting to an uprising, military or usurped power;  
or
  - b) any act of terrorism.

For the purposes of this exclusion an act of terrorism means an act including but not limited to the use of force or violence and/or the threat thereof, any person or group(s) of persons, whether acting alone or on behalf of or in connection with any organisation(s) or government(s), committed for political, religious, ideological or similar purposes including the intention to influence any government and/or to put the public, or any section of the public in fear.

## General Conditions

### 1. Arbitration

Any dispute between the Insured and the Insurer shall be referred to a single arbitrator who shall be either a solicitor or barrister agreed upon by both parties or failing agreement one who is nominated by the President of the appropriate Law Society or by the Bar Council or appropriate professional body within England & Wales. The apportionment of the costs of the arbitration shall be determined by the arbitrator.

### 2. Alteration of Risk

The Insured or Policyholder must notify the Coverholder immediately in writing of any alteration in risk that materially affects this insurance.

### 3. Due Observance

The Insured must act with due diligence and at all times act and comply with all the terms, conditions and provisos under this Policy.

### 4. Proper Law

The parties are free to choose the law applicable to this Policy. Unless specifically agreed to the contrary this insurance shall be subject to the Laws of England and Wales.

### 5. Data Protection Act 1998

It is agreed by the Insured that any information provided to the Insurer regarding the Insured will be processed by the Insurer or the Coverholder in compliance with the provisions of the Data Protection Act 1998 for the purposes of providing insurance; facilitating renewal of insurance and handling Claims, if any, which may necessitate providing such information to third parties including the Insured's insurance broker.

### 6. Premium Adjustment

This Policy is subject to a deposit premium as stated in the Schedule. At expiry of the Period of Insurance the Policyholder will declare to the Coverholder the total number of Insureds to which this insurance will apply. In the event that the total number of Insureds differs from the number of Insureds specified in the Schedule the premium will be adjusted at a pro rata quarterly rate per Insured as stated in the Schedule. The adjusted premium will be made payable 30 days after the expiry of the Period of Insurance.

## Claims Conditions

### 1. Notification of Claims

It is a condition precedent to the liability of the Insurer that the Coverholder be notified in writing during the Period of Insurance immediately the Insured is aware of any cause, event or circumstance which has given or may give rise to a Claim, dispute, legal proceedings or HMRC Investigation involving the Insured. Where such notification has been given, the Insurer agrees to treat any subsequent Claim in respect of the cause, event or circumstance notified as though the Claim had been notified during the Period of Insurance.

The Coverholder will forward to the Insured an insurance claim form that must be completed and returned immediately.

## 2. Coverholder's Consent

It is a condition precedent to the liability of the Insurer that their consent to incur Legal Expenses or Professional Expenses must firstly be obtained in writing. This consent will be given by the Coverholder on behalf of the Insurer if the Insured can satisfy the Coverholder that:

- a) it is reasonable to incur Legal Expenses or Professional Expenses having regard to the proportionality between the remedy claimed and the Legal Expenses or Professional Expenses to be incurred and;
- b)
  - i. where the Insured is pursuing there are reasonable prospects of proving the other party's legal liability and of recovering the damages claimed or other legal remedy sought;  
or
  - ii. where the Insured is defending the other party does not have reasonable prospects of proving the Insured's legal liability;  
or
  - iii. in respect of a criminal prosecution and where the Insured pleads guilty there is a reasonable prospect of a significant mitigation of the Insured's sentence or fine.

If during the course of a Claim the Insured ceases to satisfy the Coverholder in respect of a) or b) above, indemnity will be withdrawn in respect of Legal Expenses and Professional Expenses. The decision to grant consent or to withhold it will be taken on receipt of:

- a fully completed insurance claim form;
- the information and documentation the Coverholder reasonably requests;
- a legal opinion from the Appointed Representative as to a) and b) above;
- any advice the Coverholder may deem it necessary to take.

With the agreement of the Insured, the Coverholder may provide assistance in settling disputes, the costs of which will be covered under this Policy subject to the payment of the Excess or Increased Excess within the Limits of Insurer's Liability.

The Coverholder at its discretion may require the Insured to obtain an opinion from Counsel at the Insured's expense as to the merits of the subject matter of the Claim such opinion to have regard to the same issues that the Coverholder has in assessing the merits of any legal action. If based upon such opinion the Coverholder is satisfied in respect of a) and b) above the Legal Expenses or Professional Expenses in obtaining that opinion will be paid by the Insurer within the Limits of Insurer's Liability.

In granting its consent the Insurer undertakes to provide indemnity to the Insured subject to the terms and conditions of this Policy and its Schedule but such consent does not imply that all Legal Expenses or Professional Expenses will be paid. In particular Legal Expenses or Professional Expenses for matters that go beyond the immediate scope of the Claim shall be deemed by the Insurer to fall outside the indemnity provided by this Policy.

The Coverholder reserves the right to limit its consent by time and/or financial amount of Legal Expenses or Professional Expenses and/or stage of proceedings to allow for a review of their continued consent.

If after consent has been granted it is shown the Claim has not been brought within the terms and conditions of this Policy and its Schedule the Coverholder's consent will be withdrawn and no indemnity shall be provided. The Insurer shall be entitled to recover any Legal Expenses, Professional Expenses, Jury Service Allowance and Compensation under Section E Data Protection previously paid.

If the Insured elects to proceed with the pursuit or defence of a dispute or legal proceedings to which the Coverholder's consent has been refused through lack of reasonable prospects as required in b) i. and ii. above and if the Insured is successful in such pursuit or defence, the Insurer will pay Legal Expenses or Professional Expenses incurred after such consent had been refused subject to the terms and conditions of this Policy.

## 3. Instruction and choice of Appointed Representative and Counsel

The Coverholder will choose an Appointed Representative to act on behalf of the Insured in any Claim under certain Sections of Cover as specified in the Schedule.

In all other Sections of Cover where recourse is necessary to a lawyer and there are enquiries or legal proceedings, the Insured is free to choose an Appointed Representative to act in the name of and on behalf of the Insured in any enquiry or legal proceedings to which the Coverholder has consented subject to the Increased Excess.

The name and address of the Appointed Representative the Insured proposes to instruct must be notified to the Coverholder in writing. The Coverholder will accept such nomination provided the Coverholder is satisfied the proposed Appointed Representative

will co-operate and enable the Insured to comply with the terms and conditions of this policy and provided the proposed Appointed Representative's charging rates are fair and reasonable in regard to the particular legal proceedings.

In all other Claim situations the Coverholder will choose the Appointed Representative subject to the Excess, unless there is a conflict of interest between the Insured and the Coverholder when the Insured is free to choose an Appointed Representative to act in the name and on behalf of the Insured in any Claim to which the Coverholder has consented.

A dispute arising from the Insured's choice may be referred to Arbitration in accordance with General Condition 1.

The Insured must not, without the written consent of the Coverholder, enter into any agreement with the Appointed Representative as to the basis of calculation of Legal Expenses Professional Expenses.

In selecting the Appointed Representative the Insured shall have regard to its duty to minimise the cost of any Claim.

In all cases the Appointed Representative shall be appointed in the name of and on behalf of the Insured. If in the course of any Claim the Appointed Representative wishes to instruct Counsel or an expert, Counsel's or the expert's name and an explanation of the necessity for such instruction must be submitted to the Coverholder for consent to the proposed instruction which will not be unreasonably withheld.

#### 4. Disclosure

It is a condition precedent to the Insurer's liability that:

- a) the Insured must give the Appointed Representative and the Coverholder all necessary help and information including a complete and truthful account of the facts of the case and all relevant documentary or other evidence in the Insured's possession. The Insured must provide, obtain or execute all documents as necessary and attend meetings or conferences as requested.
- b) the Insured must instruct the Appointed Representative to provide the Coverholder any information, documents or advice in connection with any Claim and the subject matter of any Claim even if privileged. In addition the Insured must instruct the Appointed Representative to provide the Coverholder with regular updates on the progress of the subject matter of any Claim and inform the Coverholder immediately if and when any circumstance adversely impacts the factors taken into account in granting the Coverholder's consent.

Indemnity may be withdrawn if the Insured fails to co-operate at all or within a reasonable time with the Coverholder's or the Appointed Representative's requests or if the Insured or Appointed Representative fails to provide the Coverholder with any information in connection with any Claim or the subject matter of any Claim.

#### 5. Payment of Legal Expenses and Professional Expenses

All bills for Legal Expenses or Professional Expenses which the Insured receives from the Appointed Representative should be forwarded to the Coverholder without delay. If the Coverholder so requires the Insured must ask the Appointed Representative to submit the bill of costs for assessment or certification by the appropriate Law Society, Court or tribunal. The Insured is responsible for payment of all Legal Expenses or Professional Expenses or Compensation under Section E Data Protection. The Insurer may settle these direct if requested by the Insured to do so. The payment of some Legal Expenses or Professional Expenses does not imply that all Legal Expenses or Professional Expenses or Compensation under Section E Data Protection will be paid.

#### 6. Offer of Settlement

It is a condition precedent to the liability of the Insurer that the Insured must inform the Coverholder in writing as soon as an offer to settle the subject matter of the Claim is received and/or the Insured proposes to make an offer of settlement. In any settlement, the Insured must have regard to Legal Expenses, Professional Expenses or Compensation under Section E Data Protection incurred or likely to be incurred and the recovery thereof.

No indemnity will be provided if the Insured enters into any agreement to settle without the prior written consent of the Coverholder (such consent not to be unreasonably withheld) and the Insurer shall be entitled to recover any Legal Expenses or Professional Expenses or Compensation under Section E Data Protection previously paid. If the Insured unreasonably rejects an offer of settlement which the Coverholder recommends acceptance of or makes an offer which the Coverholder does not agree with no further indemnity shall be provided.

The Insurer may at its absolute discretion decide to pay the Insured the amount of damages that the Insured is claiming or is being claimed against the Insured instead of indemnifying the Insured for Legal Expenses, Professional Expenses or Compensation under Section E Data Protection. Where the Insurer exercises this discretion the Insurer will cease to be liable for any further Legal Expenses, Professional Expenses or Compensation under Section E Data Protection.

## 7. Recovery of Costs

Whenever the Insured is awarded costs or under the terms of any settlement where costs are included, those costs are to be repaid to the Insurer. The Insured and their Appointed Representative must make every effort to make a full recovery of costs. Where a settlement purports to be a global or a without costs settlement or where costs are awarded but not recovered, the Insured agrees that a fair and reasonable proportion of that settlement will be deemed costs and due to the Insurer. Where such a settlement is paid in instalments all costs to the Insurer shall be paid first.

## 8. Appeal Procedure

If, following legal proceedings to which the Coverholder has consented, the Insured wishes to appeal against the judgment or decision of a Court or tribunal, the grounds for such appeal must be submitted to the Coverholder through the Appointed Representative immediately or as soon as practicable so that the Coverholder may consider whether to consent to such further action. If an appeal is lodged against a judgment or decision of a Court or tribunal made in favour of the Insured following legal proceedings to which the Coverholder has consented, the Insured must notify the Coverholder immediately in order that cover may continue. The Coverholder will inform the Appointed Representative of its decision. If the Coverholder so requires it the Insured must co-operate in an appeal against the judgment or decision of a Court or tribunal.

## 9. Duty to Minimise

The Insured must take all reasonable precautions to avoid and prevent Claims, HMRC Investigations, legal proceedings and disputes.

The Insured must use every endeavour and take all reasonable measures to minimise the cost and effect of any Claim.

## 10. Fraudulent Claims

If the Insured makes any request for payment under this Policy knowing it to be fraudulent or false in any respect or ought reasonably in the circumstances to know it to be fraudulent or false or where there is collusion between any parties to the dispute, this Policy in respect of that Insured shall become void and any premiums paid by that Insured shall be forfeited and the Insurer shall be entitled to recover any Legal Expenses, Professional Expenses, Jury Service Allowance and Compensation under Section E Data Protection previously paid.

## 11. Insolvency or Liquidation of the Insured

If the Insured becomes insolvent or is placed in liquidation, receivership, administration or bankruptcy or enters into a voluntary arrangement or deed of arrangement or if any application is made to the Court or meeting convened for any such purpose the Insurer has the right to immediately cease to provide indemnity for Legal Expenses and Professional Expenses and Jury Service Allowance and Compensation under Section E Data Protection notwithstanding any previous consent the Coverholder may have granted.

## 12. Value Added Tax

If the Insured is registered for VAT, the Insurer will not indemnify the VAT element of any Legal Expenses or Professional Expenses.

# Complaints

The Coverholder and Insurer are dedicated to providing a high quality service and want to ensure they maintain this at all times. If the Insured is not satisfied with any part of the service they have received then they should contact the Coverholder who will do their best to resolve the problem. In the first instance please contact:

The Customer Services Manager  
Abbey Legal Protection  
Minorities House  
2-5 Minorities  
London  
EC3N 1BJ

Tel: 0870 600 1480  
Fax: 0870 600 1481

The Coverholder is authorised and regulated by the Financial Services Authority. Firm Number: 308829

In the event that the Insured remains dissatisfied the Insured can refer the matter to Policyholder and Market Assistance at Lloyd's:

Policyholder and Market Assistance  
Lloyd's Market Services  
One Lime Street  
London  
EC3M 7HA

Tel: 020 7327 5693  
Fax: 020 7327 5225  
E-mail: [complaints@lloyds.com](mailto:complaints@lloyds.com)

Copies of the complaints procedures are also available from this address.

In the event the Insured wishes to pursue matters further they may be able to refer the matter to The Financial Ombudsman Service.

The Financial Ombudsman Service  
South Quay Plaza  
183 Marsh Wall  
London E14 9SR

Helpline: 0845 080 1800  
Switchboard: 020 7964 1000  
Website: [www.financial-ombudsman.org.uk](http://www.financial-ombudsman.org.uk)

This procedure will not prejudice the Insured's right to take legal proceedings.

## Compensation Arrangements

The Insurer is covered by the Financial Services Compensation Scheme (FSCS). The Insured may be entitled to compensation up to 90% of the Claim in the unlikely event the Insurer cannot meet its obligations. Further information about compensation arrangements is available from the FSCS.

## Communications

Initial notification of a Claim must be made in writing by first class post or facsimile to the Coverholder by addressing it to:

Abbey Legal Protection  
Minorities House  
2-5 Minorities  
London  
EC3N 1BJ

All notices and communications from the Insurer or their representatives to the Insured shall be deemed to have been duly sent if sent to the Insured's address as last declared to the Coverholder or, in relation to any matters arising out of any Claim, if sent to the Appointed Representative.

All notices and communications from the Insured or the Appointed Representative to the Insurer shall be deemed to have been duly sent if sent to the Coverholder at the above address.



**Abbey Legal Protection** Minories House, 2-5 Minories, London, EC3N 1BJ  
**Tel** 0870 600 1480 **Fax** 0870 600 1481 **Email** [underwriters@abbeylegal.com](mailto:underwriters@abbeylegal.com) **Website** [www.abbeylegal.com](http://www.abbeylegal.com)

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