

Prepared for: _____

Print Date: _____

PRODUCT DISCLOSURE SHEET

(Read this Product Disclosure Sheet before you decide to take out the SME Directors and Officers Liability insurance. Be sure to also read the general terms and conditions)

Financial Service Provider : Allianz General Insurance Company (Malaysia) Berhad
("Insurer"/"We"/"Our"/"Us")
Product Name : Allianz Protect SME – Directors and Officers Liability

1. What is this product about?

Directors and Officers Liability Insurance Policy (D & O policy) provides financial protection for directors and officers in the event they are sued in the course of performing their duties. In addition to indemnification of payment of judgments or settlements, this policy also reimburses the defense costs.

Allianz Protect - SME Directors and Officers Insurance is designed to help protect a wide range of small to medium size companies. This product is available to profitable companies who have been in business for more than two years with annual turnover of up to RM 100 million.

2. What are the covers / benefits provided?

Insuring clause 1.1: Directors and Officers

The Insurer will pay to or on behalf of an Insured any Loss arising from any Claim first made against them during the Policy Period.

Insuring clause 1.2: Company Reimbursement

The Insurer will pay to or on behalf of the Company any Loss arising from any Claim first made against an Insured during the Policy Period to the extent the Company has indemnified such Insured in respect of such Loss in a legally permitted way.

Insuring clause 1.3: Legal Representation Costs

The Insurer will pay to or on behalf of an Insured any Legal Representation Costs arising from an Inquiry first made during the Policy Period. The Insurer will pay up to the sublimit specified.

The following are automatic extensions provided by this policy:

- Automatic New Subsidiary Cover
- Defence Costs for Claim under Section 46 of the Employees Provident Fund Act 1991.

3. How much premium do I have to pay?

We will automatically offer four (4) options of Limit of Liability i.e. RM 1,000,000, RM 2,500,000, RM 5,000,000 and RM 10,000,000 and the premium depends on the following:

- Annual turnover size (must not exceed RM 100 million)
- Class of business
- Whether your company is privately owned (Sendirian Berhad) or listed on Bursa Malaysia Berhad

4. What are fees and charges that I have to pay?

| Type | %/Amount |
|--|------------------------|
| • Commission paid to the insurance intermediaries (If any) | • 15% of premium/RM XX |
| • Services Tax | • 8% of premium |
| • Stamp Duty | • RM10.00 |

The Service Tax ("ST") amount herein may be subject to change as the ST rate applied shall be based on the prevailing rate(s) in accordance with the laws of Malaysia.

5. What are some of the key terms and conditions that I should be aware of?

- Importance of disclosure

Non-Consumer Insurance Contract

Pursuant to Paragraph 4 (1) of Schedule 9 of the Financial Services Act 2013, if you are applying for this Insurance for purposes related to your trade, business or profession, you have a duty to disclose any matter that you know to be relevant to our decision in accepting the risks and determining the rates and terms to be applied and any matter a reasonable person in the circumstances could be expected to know to be relevant, otherwise it may result in avoidance of contract, claim denied or reduced, terms changed or varied, or contract terminated.

This duty of disclosure for Non-Consumer Insurance Contract shall continue until the time the contract is entered into, varied or renewed. You also have a duty to tell us immediately if at any time after your contract of insurance has entered into, varied or renewed with us, any of the information given is inaccurate or has changed.

- There's no proposal form required for this product
- Your company should have been continuously in operation for at least 24 months.
- Your company has not acquired any company that has total assets greater than RM 30 million in the past 12 months.
- Your company's financials in the last two financial years must show a profit before tax, assets exceed liabilities and do not have an audit qualification.
- Your company does not have any securities, any operations or locations anywhere in the USA or Canada.
- There are no previous claims or circumstances which might result in a claim being made against you, your subsidiaries or Directors or Officers.
- There is no prior or pending litigation or investigation involving you, your subsidiaries or Directors or Officers.
- You shall provide Notification as soon as practicable and in any event within 30 days of the expiry date of the Policy Period or Discovery Period if elected.
- This policy applies to wrongful acts committed and claims made and inquiries held, anywhere in the world.
- This insurance is subjected to 60 days Premium Warranty, i.e. premium due must be paid and received by insurer within sixty (60) days from inception. Failing which, policy is automatically cancelled and 60 days pro rate premium shall be entitled to insurer.

6. What are the major exclusions under this policy?

This policy does not cover certain losses such as:

- Personal Profit, fraud or dishonesty
- Employee Retirement Income Security Act, 1954 (USA)
- For bodily injury/property damage
- Pollution (with carveback)
- Insured vs. Insured (with carveback)
- Major Shareholder
- Professional Services (with carveback)

Note: This list is non-exhaustive. Please refer to the sample policy contract for the full list of exclusions under this policy.

7. Can I cancel my policy?

This policy is non rescindable by either you or us except for non-payment of premium.

8. What do I need to do if there are changes to my contact details?

It is important that you inform us of any change in your contact details to ensure that all correspondences reach you in a timely manner.

9. Where can I get further information?

Should you require additional information, please refer to our branches or you can contact us at:

Allianz Customer Service Center

Allianz Arena
Ground Floor, Block 2A, Plaza Sentral
Jalan Stesen Sentral 5, Kuala Lumpur Sentral
50470 Kuala Lumpur.
Allianz Contact Center: 1 300 22 5542
Email: customer.service@allianz.com.my
  AllianzMalaysia
 allianz.com.my

IMPORTANT NOTE:

YOU MUST ENSURE THAT YOUR LIABILITY IS INSURED AT THE APPROPRIATE AMOUNT. YOU SHOULD READ AND UNDERSTAND THE INSURANCE POLICY AND DISCUSS WITH THE AGENT OR CONTACT THE INSURANCE COMPANY DIRECTLY FOR MORE INFORMATION.

The information provided in this disclosure sheet is valid as at 01/03/2024.