



INVESTMENT MANAGEMENT INSURANCE

PRODUCT DISCLOSURE SHEET

AUG 2018

Read this Product Disclosure Sheet before you decide to take out the Investment Management Insurance Policy. Be sure to also read the policy wording for full terms and conditions.

1. What is this product about?

Investment Management Insurance policy is a single comprehensive policy covering investment managers, investment advisors and investment funds for their potential liability against their director/officer for wrongful act while managing investment funds and potential civil liability while performing investment advisory and management services. This policy can also cover direct financial loss suffered by investment managers, investment advisors and investment funds due to employee and third party fraud.

2. What are the cover / benefits provided?

This policy covers the following:

Section 1 – Professional Civil liability of the investment manager and fund

- Investigation
- Court attendance costs: up to RM1,500 per day
- Cover claims for data protection breach
- Cover claims for loss of documents

Section 2 – Management Liability of the Directors & Officers

- Investigation against directors/officers
- Assets and liberty expenses, bail bond and civil bond premium, prosecution costs
- Crisis management costs
- Extradition costs
- Separate excess limit for directors/officers
- Life-time run-off cover for retired directors/officers
- Public relations expenses to mitigate adverse effect of directors/officers reputation due to a claim

Section 3 – Crime Protection

- Direct financial loss resulting from employee infidelity or third party crime

Cover applicable to all Sections

- Automatic new fund and subsidiary cover
- 60 days free discovery period
- Emergency costs incurred without insurer's prior consent of up to 10% of the limit of liability

3. What is the premium I have to pay?

The premium is noted on the quotation documents. It is calculated according to various factors, of which the main factors are:

- Type of Fund including the investment objective, investment strategy, investment restriction etc.
- Total Asset Under Management of all Funds
- Type of investors
- Type of investment made
- Fund Performance
- Experience of the investment manager
- Number of employee
- Location of operation
- Limit of Liability
- Claim Experience

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

Type	Amount
Service Tax (with effect from 1 Sept 2018, when applicable)	6% of Gross Premium
Stamp Duty	RM 10
Commission paid to the insurance agent (when applicable)	Up to maximum 25%

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

Some of the key terms and conditions that you should be aware of are:

- Importance of Disclosure: You should disclose to the best of your knowledge all material facts and confirm all the declarations are true and correct; otherwise your policy may be invalidated
- No Admission of Liability: You should not admit liability, offer, promise or pay to claimant without our written consent
- Premium Warranty: The premium due must be paid and received by us within 60 days from the inception date of the policy / endorsement/ renewal certificate
- If you fail to pay the premium within the period, your policy will be automatically cancelled and we are entitled to the pro rata premium on the period you have been on risk.

6. What are the major exclusions under this policy?

This policy does not provide coverage for and will not pay any claims or loss resulting from:

Section 1 – Professional Civil liability of the investment manager and fund

- Bodily injury/property damage
- Contractual Liability
- Fraudulent act
- Fees, commissions, or other compensation
- Infrastructure
- Insured versus insured/parent entity
- Patent/trade secret
- Proprietary risk
- Regulatory investigation
- Shareholder claims
- Trustee liability

Section 2 – Management Liability of the Directors & Officers

- Bodily injury/property damage
- US claims brought by directors/officers or outside entity
- Fraudulent act
- Professional financial services claims
- Trustee liability

Section 3 – Crime Protection

- Loss due to authorized access
- Credit risks
- Directors infidelity
- Legal fees costs and expenses
- Fraudulent features in computer program
- Indirect or consequential loss
- Property damage loss
- Loss of property in the mail
- Proprietary information, trade secrets and intellectual property
- Travellers cheques, bills of lading and similar documents
- War and Terrorism

Exclusions applicable to all Sections

- Prior claims, prior knowledge or prior discovery of claim or circumstance which may give rise to a claim before policy inception
- Pollution exclusion

Note: This list is non-exhaustive; please refer to the policy wording for full terms and conditions.

7. Can I cancel my policy?

Except Section 2 Management Liability Section, policyholder may cancel this policy by providing written notice to us and we shall retain short rate proportion of the premium. In case there is any claim or circumstances which may give rise to a claim has been notified to us, the premium shall be fully earned and none will be repayable to the policyholder.

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 about this insurance, please contact us at:

AIG Malaysia Insurance Berhad (795492-W)
Level 18, Menara Worldwide
198 Jalan Bukit Bintang
55100 Kuala Lumpur
Tel : +603 2118 0301
Fax : +603 2118 0388
Email : AIGMYCare@aig.com
Web : www.aig.my

10. Other types of similar insurance cover available?

None

IMPORTANT NOTE:

YOU SHOULD SATISFY YOURSELF THAT THE POLICY WILL BEST SERVE YOUR NEEDS. 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 of the date shown.