



# PUBLIC OFFERING OF SECURITIES INSURANCE POLICY

PRODUCT DISCLOSURE SHEET

FEBRUARY 2024

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

## 1. What is this product about?

This policy insures companies (and their directors and officers) against litigation arising from a company's capital raising. The policy can cover equity or debt issues, both initial raisings and secondary offerings. Cover also available for the underwriter of the offering whereby indemnity to the underwriters has been granted under warranties in the underwriting agreement. Additionally, coverage is automatically granted for controlling shareholders, as well as selling shareholders.

## 2. What are the cover / benefits provided?

This policy covers the following:

- (a) Directors and officers for prospectus claim
- (b) Issuing Company for prospectus claim
- (c) Underwriter of the raising (for warranties assumed under the underwriting or replacement agreement)
- (d) Controlling Shareholders for prospectus claim
- (e) Selling Shareholders for prospectus claim
- (f) Defence costs, damages (including punitive and exemplary damages), settlements and civil fines and penalties (if insurable at law) for prospectus claim
- (g) Liabilities arising from negotiations and decisions made in connection with the offering including in any "Road-Show".
- (h) Media Management Fees – of a Public Relations Firm in the event that the offering is delayed or cancelled.
- (i) Regulatory crisis response cost cover – in the event of a raid by a government regulator
- (j) Emergency Cost cover – automatic cover for legal fees incurred in the event of an emergency
- (k) Data Protection and Privacy Cover – protection for breaches of privacy laws in relation to the content of the prospectus
- (l) Excess limit – additional excess limit available for directors in the event of a catastrophic claim
- (m) Inquiry cost – regulatory investigation costs provided in the event that a director is investigated with regards the capital raising.

## 3. What is the premium I have to pay?

The premium is noted on the quotation documents. It is a one-off premium to cover for multiple years policy. It is calculated according to various factors, of which the main factors are:

- Nature of Business
- Limit of Liability
- Board of Directors/Management Team's Experience
- Financial Position of the Company
- Size of the capital raising
- Geographical Spread
- Claim Experience

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

Type	Amount
Service Tax (with effect from 1 March 2024, when applicable)	8% 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:

- fraudulent, criminal and dishonest conduct
- prior claims and circumstances
- US Public Securities
- Trustees
- Underwriter professional indemnity
- Economic sanctions

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

**7. Can I cancel my policy?**

This policy may not be cancelled except for non-payment of the premium by 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 (200701037463)  
Level 16, Menara Worldwide  
198 Jalan Bukit Bintang  
55100 Kuala Lumpur  
Tel : +603 2118 0188 / 1800 88 8811  
Fax : +603 2118 0288  
Email : [AIGMYCare@aig.com](mailto:AIGMYCare@aig.com)  
Web : [www.aig.my](http://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.