



Management Liability Claim Examples

Claim Example: Theft of stock (Crime)

Insured: Construction Company

Scenario: Over a period of 2 years, an employee in collusion with his wife and son were stealing building supplies to build homes for other clients. The employee and his wife had a marriage break up which resulted in her coming clean to the police. The employee was arrested and charged with the theft of \$550,000 worth of building supplies.

Outcome: The Insured made a fidelity claim on their policy and it was determined that the Policy was triggered and indemnity was extended to the Insured. The Insured was able to prove their loss and make a claim.

Claim Example: Occupational Health & Safety

Insured: Privately held company with 40 employees and annual revenue of \$9.5 million.

Scenario: During a busy time, the Company employed a part-time contractor who caught his hand in a machine and lost two fingers. This resulted in a full occupational health and safety investigation.

Outcome: Company was found liable for \$100,000 plus paid \$45,000 in defence costs.