



PRODUCT LIABILITY INSURANCE

All sellers of goods, whether they are manufacturers, intermediaries or retailers, may incur legal liability to their customers and others for death, bodily injury, illness or damage to their property. This may be the result of inadequate design of the product, faulty manufacture, inadequate instructions or contamination.

Product liability policy covers legal liability for accidental bodily injury or property damage, happening during the period of insurance, which arises out of goods or products manufactured, constructed, altered, repaired, serviced, treated, sold, supplied or distributed by the insured.

Cover includes payment of legal compensation and any associated legal costs but does not include the cost of replacing the defective product itself.

An aggregate limit for the period of insurance usually applies.

OPTIONAL EXTENSIONS

- › Higher limits of indemnity.
- › Advertising liability.

MAJOR EXCLUSIONS

- › Contractual liability.
- › Cost of recalling, replacing or repairing products supplied.
- › Cost of rectifying defective work.
- › Unsuitability or failure to perform.
- › Loss or damage to property in the custody or control of the insured.
- › Professional negligence.
- › Liability arising from the ownership possession or use of a motor vehicle, aircraft or water craft.
- › Gradually occurring pollution.
- › Penalties, fines or punitive damages.