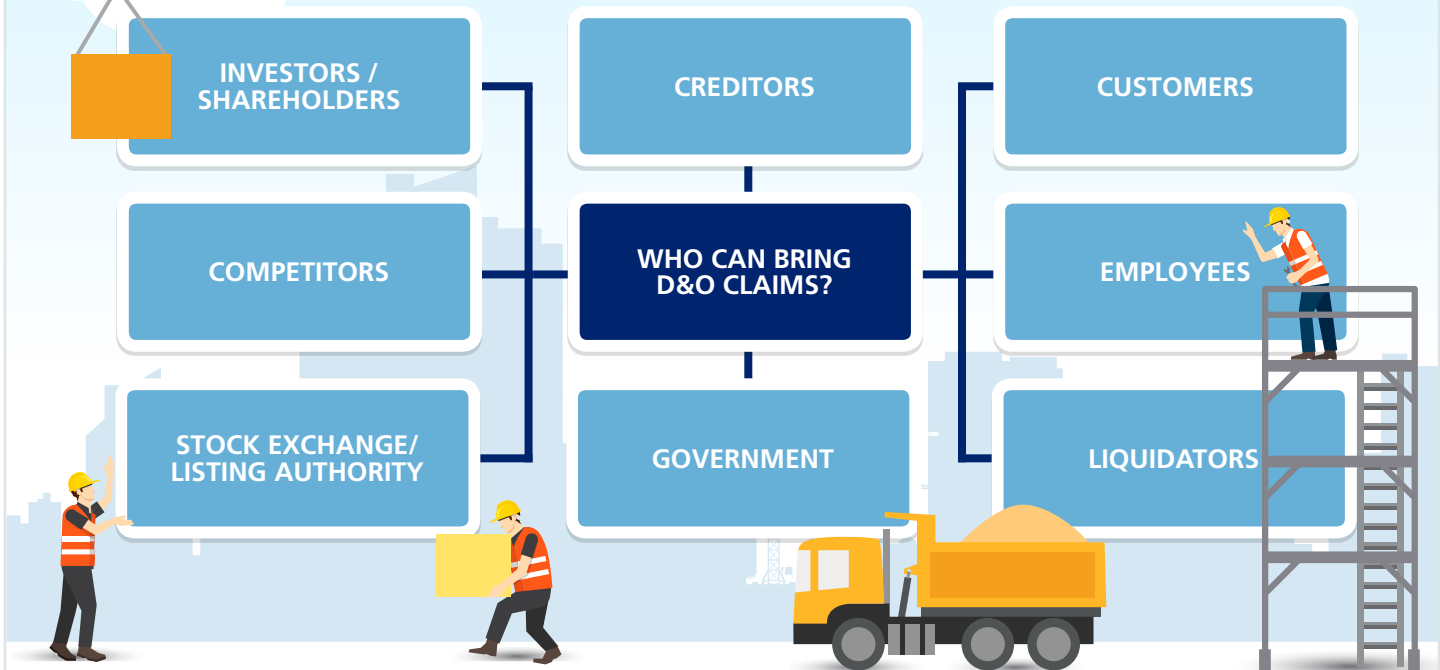


Managing D&O risk in the construction sector



In a fast-changing regulatory environment, it is important directors and officers have a clear understanding of the risks they could be exposed to personally.



HOW DIRECTORS AND OFFICERS CAN PROTECT THEMSELVES

KEY QUESTIONS

- How do you evaluate the adequacy of your limit of indemnity?
- Is the policy still available on insolvency?
- Do you understand your cashflow responsibilities?
- Have you reviewed your Enterprise Risk Management process?
- Have you considered the full range of legal costs you could face?
- If you are unsure about any of the above, have you spoken to your insurer or broker?

DIRECTORS' AND OFFICERS' (D&O) INSURANCE

D&O insurance can help to protect the personal assets of directors and officers. However, insurance is a last line of defence. The best way for directors and officers to manage the risk of D&O claims is to understand their personal responsibilities.

Under the Companies Act 2006, directors have a duty to:

- Act in good faith to promote the success of their company
- Exercise independent judgement
- Exercise reasonable care, skill and diligence

"Through close collaboration, brokers and insurers can help risk managers glean greater understanding of their changing risk profile, and match this against appropriate and adequate protection"

*Bernadette Hackett,
Global Relationship Leader, Zurich*

34%

of D&O losses globally relate to claims for non-compliance with laws and regulations.
statista.com

For more information, contact your local Zurich Account Executive