



"These clauses are purely illustrative. Different policy conditions may be agreed. The specimen clauses are available to any interested person upon request. In particular:
 (a) in relation to any clause which excludes losses from the cover, insurers may agree a separate insurance policy covering such losses or may extend the clause to cover such events;
 (b) in relation to clauses making cover of certain risks subject to specific conditions each insurer may alter the said conditions".

1994

CLAIMS AUTHORITY

Claims authority is granted subject to the following terms and conditions which must be followed at all times.

1. SETTLEMENT AUTHORITY

Settlement authority is granted for claims properly recoverable under the policy up to inclusive of fees. Settlement authority does not extend to WP and "ex gratia" payments, or losses involving general average and salvage charges.

Persons authorised to settle claims are:

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2. FILE AUDIT

Upon request, any files shall be forwarded to insurers for examination at the time that the claim is submitted for collection. Insurers also have the right of access to examine claims files held within the scope of this authority.

3. RECOVERIES

All rights of recovery shall be properly preserved and exercised. After settlement, underwriters' specific instructions on potential recoveries shall be sought and followed.

4. GENERAL AVERAGE AND SALVAGE

This authority shall not apply to general average and salvage advices/claims. All such advices/claims shall be noted to insurers immediately.

5. INSTRUCTION OF SURVEYORS

Only surveyors who are approved by insurers hereon shall be instructed.

6. INSTRUCTION OF LAWYERS

Lawyers shall not be instructed, under any circumstances, without the approval of insurers. If there is the threat of a writ or any dispute insurers must be notified, immediately.

7. RESERVING

In the event that the aggregate of outstanding claims being handled under this authority exceeds insurers shall be notified of the aggregate outstanding figure.

8. TERMINATION

This authority will terminate either

- (a) By insurers exercising their option to terminate this authority at any time without giving a reason. Termination shall be notified to the authority holder by insurers in writing.
- (b) On the cancellation or expiry of the insurance contract to which this claims authority attaches.
- (c) In respect of any person authorised to settle claims as set out in clause 1 of this authority, from the time any such authorised person ceases to be in a position to exercise control over settlement of claims. Insurers shall be promptly notified of any such change in writing.

Whichever shall first occur.

9. RESERVING OF RIGHTS

Insurers reserve the right to take control of any claim as they see fit.

10. INDEMNITY

The entity employing the authority holder shall indemnify the insurers against the consequence of any abuse of this authority.

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