

BROADFORM LIABILITY

FEATURES AND BENEFITS – COMPARISON CHART

We have taken a “best of both” approach to the development of new policy wordings, incorporating the benefits of CGU and Lumley into the new wordings.

These products will be available to CGU and Lumley customers on renewal and for new business from 1 July 2015. You can view the new product wordings by logging into the CGU portal.

It is important that you read the Product Disclosure Statement and Policy to gain a full understanding the the new product and coverage offered. This table is a summary of key changes only.

WHAT'S CHANGED?	OLD LUMLEY WORDING	OLD CGU WORDING	BENEFITS OF NEW WORDING
Legal & defence costs	Coverage limited to specific events	Some coverage limited to specific events	✓ Coverage broadened to all reasonable and necessary costs
Aircraft	Broad aircraft exclusion Excluded landing strips	Broad aircraft exclusion Had two separate exclusions for aircraft legal control and another for aircraft products	<ul style="list-style-type: none"> ✓ Simplified exclusion ✓ Includes cover for landing strips ✓ Includes cover for model aircraft ✓ Includes cover for unmanned tethered balloons used for advertising
Contractual liability	Complex process for agreed contracts	No incidental contract cover Complex process for agreed contracts	<ul style="list-style-type: none"> ✓ Simplified cover for incidental contracts ✓ Wording now allows for contracts to be included under the policy by written acceptance rather than formal endorsement required.
Employers liability	Provides clarification that voluntary workers, secondees and work experience students are not deemed workers for the purpose of workers compensation law or legislation	Did not provide clarification on deemed workers	✓ Provides clarification that voluntary workers, secondees and work experience students are not deemed workers for the purpose of workers compensation law or legislation
Property in physical or legal control	500,000 limit Cover for vehicles being moved was included under Vehicle exclusion, it has now been moved to property in physical or legal control section	\$100,000 limit Did not include cover for vehicles being moved by an insured	<ul style="list-style-type: none"> ✓ Limit increased to \$500k ✓ Includes cover for vehicles being moved by an insured
Watercraft	Watercraft covered up to 23 metres in length	Watercraft covered up to 8m in length	✓ Watercraft covered up to 23 metres in length

	Business entertainment cover	No for cover business entertainment	✓ Business entertainment cover
	Includes cover for independent contractors	No cover for independent contractors	✓ Includes cover for independent contractors
Aquisitions	Complex acquisition clause	No acquisition clause	✓ Acquisitions now included in Insured definition ✓ Simplified process
Property damage	Loss of use cover not consequent upon some other physical injury	Loss of use cover is consequent upon some other physical damage	✓ Loss of use cover no longer consequent upon physical damage, property damage cover is now broader
Territorial limits	Restrictive North American domiciled	Australian domiciled only requiring endorsement to broaden territorial scope	✓ Worldwide ✓ North American exports ✓ North American domiciled sales and distribution offices (definition included)