

UNDERSTANDING PROFESSIONAL INDEMNITY INSURANCE

Professional Indemnity – (PI) Insurance protects you against your legal liability for actual and alleged breaches relating to design. This includes cover for a:

- breach of duty
- act, error or omission
- breach of confidentiality

FAST FACTS



45% of buildings that fail are due to design issues – so design risk is ever present.



Builders who engage consultants are exposed to any liability that results from that consultant's work or advice. This exposure can be partial, for example, for simple defence costs – or total, where the consultant has ceased trading.

PROTECTION FOR YOU AND YOUR BUSINESS

As a builder, you know that when an owner commissions you to design and construct a building, they tend to have a close working relationship with you. Often, they don't deal with consultants and sub-contractors involved in the construction.

This can mean that you could be targeted for legal action if there are issues with the building – regardless of whether or not you're liable for the problem. That's why PI Insurance is vital, as it helps ensure your business will be covered for any actual or alleged design liability.

