



Management Liability Insurance

Common Claims Scenarios



Common Claims Scenarios:



Shareholder Actions: If shareholders believe the company's management acted improperly and caused financial loss, they may file lawsuits against directors and officers.



Regulatory Investigations: Government bodies may investigate companies for non-compliance with regulations (e.g., data protection, tax compliance, or environmental laws). Management Liability Insurance covers legal fees and costs of dealing with such investigations.



Employment Disputes: Claims of wrongful termination, harassment, or discrimination from employees can lead to significant financial exposure. EPL coverage protects against these claims.



Breach of Fiduciary Duty: Directors are expected to act in the best interest of the company. If they are accused of breaching this duty—perhaps by misusing company funds or acting negligently—Management Liability Insurance provides essential coverage.

