



A VL real life claim example

# Professional Indemnity

## Project Management – Inadequate Supervision

The Insured company was a project manager and held Professional Indemnity insurance. It was contracted by the owner developer to provide project management services for the construction of a retail complex which had some unusual design features in its roof.

The owner engaged a specialist contractor to affix the roof sheathing. It quickly became apparent that the fixing method was deficient in hot sunny conditions.

The owner issued proceedings against the contractor for damages. The contractor joined the Insured as a third party to the proceedings alleging that the Insured had failed to take reasonable care to ensure that the materials and work methods were tested prior to fixing and that the supervision of the work was adequate.

A solicitor was appointed. The claim was settled at a Judicial Settlement Conference with the Insured's contribution being met under their Professional Indemnity policy.

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