

**FINANCIAL FAILURE COVER FOR TOUR ORGANISERS,  
INCLUDING HOTELIERS, CAR HIRE AND SCHOOLS**

**SCHEDULE**

**Policy Number:** XXXXXXXX

**Policy Holder:** XXXXXXXXX

**Certificate of Insurance:** PPIP(A)

**Period of Insurance:** XXXXXXX until XXXXXXX

**Financial Loss:** To indemnify the **Insured Person(s)** in respect of their net ascertained financial loss sustained arising from the cancellation or curtailment of the declared trip travel arrangements arising solely from the event of the insolvency of the Insured **Policyholder**

**Sum Insured:** Up to and not exceeding £XXXX any one Insured XXXXXXX

**Territorial Limits:** XXXXXXX

**Premium:** As per IPP Debit Note

**Special Conditions:** This Insurance has been purchased by the Policyholder for or on behalf of the **Insured Person(s)** solely for their benefit.

**Insurer(s):**

- 45% - **Europäische Reiseversicherung AG**  
Head Office Munich: Europäische Reiseversicherung AG  
Vogelweidestrasse 5, 81677 Munchen, Germany  
Company Registered No: HRB 42 000 (at Register Court of Munich)  
Branch Office in London:  
Europäische Reiseversicherung AG (Corporate name)  
ETI – International Travel Protection (business name)  
154 Fenchurch Street, London, EC3M 6JJ  
Company No: FC 25660, Branch No: BR 7939
- 15% - **Novae Syndicate 2007**  
Registered in England and Wales at  
71 Fenchurch Street, London EC3M 4HH  
Company No: 05673306
- 15% - **Sagicor Syndicate 1206**  
Registered in England and Wales  
Sagicor at Lloyd's, 1 Great Tower Street, London, EC3R 5AA  
Company No: 03043923
- 25% - **Groupama Insurance Company Ltd**  
Groupama House, 24-26 Minories, London EC3N 1DE  
Registered in England No: 995253

**The Insurer's named hereon bind themselves each for their own part and not one for another. Each Insurers liability under this certificate shall not exceed that percentage or amount or the risk shown against that Insurer's name.**

**Signed for and on behalf of Panel of Insurers and Lloyd's Syndicates**

**Director:** .....

## PASSENGER PROTECTION INSURANCE POLICY

### PPIP(A)

This **Policy**, the **Schedule**, and **Proposal**, shall be read together as one Contract and any word or expression to which a specific meaning has been attached in any part of this **Policy** or **Schedule** shall bear such specific meaning wherever it may appear.

**Whereas** the **policyholder** named in the Schedule hereto (hereinafter called "**The Policyholder**") has by a **Proposal** and **Declaration** and/or any other statement in writing which shall form the basis of the Contract and be deemed to be incorporated herein, applied to the **Insurers** named in the Schedule (hereinafter called "**The Insurers**") for the Insurance hereinafter contained and has paid the premium as consideration for such Insurance.

**Insurers** agree to indemnify the Insured Person(s) subject to the terms and conditions contained herein or endorsed hereon against their net ascertained financial loss (as defined) sustained or incurred during the Period of Insurance arising solely from the insolvency of the **policyholder**.

#### PROVIDED ALWAYS THAT:

1 Insurers liability shall in no case exceed the **sum insured** stated in the Schedule.

#### WARRANTIES

It is warranted by the Policyholder as a term and condition of this **Policy** that at inception of this Insurance:

- 1 The **Policyholder** has truthfully declared all material facts, having diligently made all necessary enquiries to establish those facts, likely to influence a prudent Underwriter in determining:
  - a whether or not to accept the risk
  - b the premium
  - c any conditions, exclusions and limitations.
- 2 The **Policyholder** has no knowledge or information of matter, fact or circumstance which is likely to give rise to a loss hereunder.

#### EXCLUSIONS

The **Insurers** shall not be liable in respect of any loss directly or indirectly caused by, consequent upon, contributed to, or resulting from any of the following:

- 1 Actual or threatened war invasion acts of foreign enemies hostilities or warlike operations (whether war be declared or not) civil war rebellion revolution insurrection civil commotion assuming the proportions of or amounting to an uprising military or usurped power martial law confiscation or nationalisation or requisition or destruction of or damage to property by or under the order of any Government or public or local authority
- 2 Civil commotion assuming the proportions of or amounting to a popular rising riot, strikes, lockouts, martial law or the act of any lawfully constituted authority
- 3 Any loss which at the time of the happening of such loss is insured or guaranteed by or would but for the existence of the Policy be insured or guaranteed by any other existing Policy, Policies or bond or in respect of which any third party accepts liability for payment as re-imbusement or which is capable of recovery pursuant to any other legal rights of the Insured Person(s).
- 4 Any loss sustained by the **Insured Person(s)** where the evidence of coverage was effected after the date of insolvency of the Insured **Policyholder**.

## CONDITIONS

- 1 If the **Insured Person(s)** shall make any claim knowing the same to be false or fraudulent, coverage afforded hereunder with respects their booking only shall become null and void.
- 2 In the event of any happening likely to give rise to a claim the Insured Person(s) shall:
  - a Give immediate notification (but in no event later than 14 days) to International Passenger Protection Claims Office, IPP House, 22-26 Station Road, West Wickham, Kent, BR4 0PR, United Kingdom.
  - b Make no admission of liability without the prior written consent of the Insurers.
  - c Prove the loss to the reasonable satisfaction of the **Insurers**.
  - d Assist in the assessment of any claim under this Policy by producing for inspection all books and documents and giving all information and explanations which are reasonably necessary to establish and assess indemnity hereunder.
- 3 Any fraud, misrepresentation, misdescription or non-disclosure in any material particular either in the **Proposal** on which this **Policy** is based or in relation to any other matter affecting this Insurance shall render this **Policy** null and void and all claims hereunder shall be forfeited.
- 4 If the premium in the **Schedule** is subject to adjustment, the **Policyholder** shall keep the record necessary to enable the premium to be adjusted on the basis specified in the **Schedule** and shall at all reasonable times permit the Insurers representatives to examine and verify such records. At the end of each period specified in the **Schedule** and at the expiry of this **Policy** the **Policyholder** shall declare to the **Insurers** such particulars for premium adjustment and pay any additional premium due.
- 5 **Insurers** shall be entitled to take over and conduct in the name of the **Policyholder** or **the Insured Person(s)** but at its own expense, the defence of any claim or to prosecute for its own benefit, any claim for indemnity or damages.
- 6 This **Policy** shall be governed by the Laws of England whose Courts shall have jurisdiction in any dispute arising hereunder.
- 7 Maintenance of Records Clause.  
The **Policyholder** shall maintain adequate records in connection with the subject matter insured and such records will be available to the **Insurers** upon reasonable notice to the **Policyholder**.
- 8 The **Policyholder** undertakes that all subjectivities expressly listed under "Quote Subjectivities" of the insurance quote provided by International Passenger Protection Ltd and forming part of this policy are lodged with, correct and to the full satisfaction of International Passenger Protection Ltd **within ..... Days from ..... (Date Quote signed by Policyholder)**  
  
If all subjectivities expressly listed under "Quote Subjectivities" of the insurance quote provided by International Passenger Protection Ltd and forming part of this **policy** are not lodged with, correct and to the full satisfaction of International Passenger Protection Ltd by ..... **(Date Due)**, International Passenger Protection shall have the right to cancel this **policy** ab initio by notifying the **Policyholder** either direct or via the broker in writing.  
  
It is agreed that International Passenger Protection Ltd shall give not less than 15 days prior notice of cancellation to the **Policyholder** either direct or via the broker. If all subjectivities expressly listed under "Quote Subjectivities" of the insurance quote provided by International Passenger Protection Ltd and forming part of this **policy** are lodged with, correct and to the full satisfaction of International Passenger Protection Ltd before the notice period expires, notice of cancellation shall automatically be revoked. If not the **policy** shall automatically terminate at the end of the notice period.  
  
If any provision of this clause is found by any court or administrative body of competent jurisdiction to be invalid or unenforceable, such invalidity or unenforceability will not affect the other provisions of this clause, which will remain in full force and effect.

## DEFINITIONS

### 1 Insured Person(s)

The Person(s) having made a payment or on whose behalf a payment has been made to the **Policyholder** under, or with a view to entering into, a Travel Contract with the **Policyholder** for the provision of accommodation and/or carriage of that Person(s) and who is specifically named in the Policyholder's **Declaration** to IPP.

### 2 Insolvency

For the purposes of this **Policy** the **Policyholder** shall be deemed to be Insolvent when:

a any of the following occurs in respect of the **Policyholder**

- i) it is, or is deemed for the purposes of any law to be, unable to pay its debts (as they fall due) or insolvent;
- ii) it admits its inability to pay its debts as they fall due;
- iii) the value of its assets is less than its liabilities (taking into account contingent and prospective liabilities);
- iv) it suspends making payments on any of its debts or announces an intention to do so, or
- v) a moratorium is declared in respect of any of its indebtedness.

If a moratorium occurs in respect of the **Policyholder**, then ending of the moratorium of itself will not end the Insolvency deemed to arise as a result of the moratorium.

b any action, legal proceedings or other procedure or step is taken in relation to or with a view to:

- i) the suspension of payments, a moratorium of any indebtedness, winding-up, dissolution, administration (whether out of court or otherwise) or reorganisation (by way of voluntary arrangement, scheme of arrangement, assignment or arrangement with any creditor of the **Policyholder**;
  - ii) a composition, assignment or arrangement with any creditor of the **Policyholder**
  - iii) the appointment of a liquidator, trustee in bankruptcy, judicial custodian, compulsory manager, receiver, administrative receiver (court or otherwise) in respect of the **Policyholder** or any of its assets;
  - iv) the enforcement of any security over any assets of the **Policyholder**;
- v) a meeting of the **Policyholder**, its directors or its members being convened for the purpose of considering any resolution for, or to petition for, or apply for or to file documents with a court for its winding-up, administration (whether out of court or with any registrar or otherwise) or dissolution or any such resolution passed;
- vi) any person presenting a petition or an application for the winding-up, administration (whether out of court or otherwise) or dissolution of the **Policyholder**;
  - vii) the directors or other officers of the **Policyholder** requesting the appointment of or giving notice of their intention to appoint or take any step with a view to appointing a liquidator, trustee in bankruptcy, judicial custodian, compulsory manager, receiver, administrative receiver, administrator (whether out of court or otherwise) or similar officer; or
  - viii) any analogous procedure or step is taken in any jurisdiction to include, without limitation, filing for bankruptcy protection under Chapter 11 of the United States Bankruptcy Code.

3 **Net Ascertained Financial Loss**

- a Loss of Deposit(s) or charge(s) paid in advance by the **Insured Person(s)** to the **Policyholder**.
- b Additional costs reasonably and necessarily incurred following curtailment of the travel arrangements to enable the **Insured Person** to:
  - i) continue with and complete the scheduled journey or travel arrangements. The policy indemnity in respect of accommodation is limited to the additional cost incurred by the **Insured Person(s)** in securing such accommodation of the same or similar standard as enjoyed prior to the curtailment of the travel arrangements.
  - ii) return to the original contracted destination in the United Kingdom. Policy indemnity limited to the additional cost incurred by the **Insured Person(s)** in respect of the same or similar standard of transportation as enjoyed prior to the curtailment of the travel arrangements.

**Non-Assignment Clause**

No title right or interest under this policy may be assigned, transferred, conveyed or otherwise disposed of without the consent in writing of insurers hereon. Any attempt to assign rights of interest without the insurer's written consent is null and void.

4 **Declaration**

An itemised schedule of paying passengers who have transacted bookings with the **Policyholder**, provided by the **Policyholder** to IPP every 30 days.

## PPIP(A)

### COVER FOR TOUR ORGANISERS

The person(s) named on the Confirmation and Deposit Receipt will be indemnified subject to **Policy** and Conditions in respect of their net ascertained financial loss sustained arising from cancellation or curtailment of their travel arrangements due to the insolvency of the **Policyholder**.

This Insurance will indemnify the **Insured Person(s)** in respect of:

- 1 Loss of deposit(s) or charge(s) paid in advance by the **Insured Person(s)** to the **Policyholder**  
**or**
  - 2 Additional costs reasonably and necessarily incurred following curtailment of the travel arrangements to enable the **Insured Person(s)** to either:
    - a Continue with and complete the Scheduled Travel Arrangements. Liability hereunder is limited to the additional cost incurred by the Insured Person(s) in securing accommodation of the same or similar standard as enjoyed prior to the curtailment of the travel arrangements.  
**or**
    - b Return to their original Contracted Destination in the United Kingdom. Liability hereunder limited to the additional cost incurred by the Insured Person(s) in respect of the same or similar standard of transportation as enjoyed prior to the curtailment of the travel arrangements.
- 

### CLAIMS PROCEDURE:

Any occurrence which may give rise to a claim should be advised within 14 days to:

International Passenger Protection  
Claims Office  
IPP House  
22-26 Station Road  
West Wickham  
Kent  
BR4 0PR  
United Kingdom

Telephone: +44 (0)20 8776 3752  
Fax: +44 (0)20 8776 3751

In order to deal promptly with any claim hereunder it is essential that you retain all bills, receipts and other documents relating to your travel arrangements. This Insurance is offered by International Passenger Protection Limited and underwritten by Insurers who are members of the Association of British Insurers.

A copy of Master Policy Wording, providing full details of the terms and conditions of this Insurance, is available from the Policyholder on request.

**CLAIM FORMS MUST BE SUBMITTED WITHIN 6 MONTHS OF DATE OF INSOLVENCY. WE CANNOT CONSIDER OR PAY CLAIMS RECEIVED AFTER THIS DATE.**

## Complaints Procedure

If you have a complaint, we really want to hear from you. We welcome your comments as they give us the opportunity to put things right and improve our service to you.

Please telephone us on: 020 8776 3750.

Or write to:

International Passenger Protection Limited,  
IPP House,  
22-26 Station Road,  
West Wickham,  
Kent  
BR4 0PR  
Fax: 020 8776 3751  
Email: [info@ipplondon.co.uk](mailto:info@ipplondon.co.uk)

Please make sure that you quote the policy number which can be found on your policy statement.

It is our policy to acknowledge any complaint within 5 working days advising you of who is dealing with your concerns and attempt to address them.

If our investigations take longer, a full response will be given within four weeks or an explanation of IPP's position with time-scales for a full response.

Having followed the above procedure, if you are not satisfied with the response you may write to:

The Lead Insurer on behalf of the Insurance Panel:

Patricia Mack  
Managing Director  
ETI  
Albany House  
First Floor  
14 Bishopric  
Horsham  
Sussex  
RH12 1QN

In addition, you have the right to contact the Financial Ombudsman Service at the following address if your company's turnover is not more than £1 million:

Insurance Division Financial Ombudsman Service,  
South Quay Plaza,  
183 Marsh Wall,  
London.  
E14 9SR  
Telephone: 0845 080 1800  
Email: [enquiries@financial-ombudsman.org.uk](mailto:enquiries@financial-ombudsman.org.uk)

Please make sure that you always quote the details of your Policy Number to help your enquiry to be dealt with efficiently.

Making a complaint will not affect your right to take legal action.

**ENDORSEMENT TO  
PPIP(A) FINANCIAL FAILURE COVER FOR TOUR ORGANISERS,  
INCLUDING HOTELIERS, CAR HIRE AND SCHOOLS**

**CORPORATE POLICY WORDING**

This Endorsement should be read in connection with the above mentioned. The two clauses listed below are required by Lloyd's of London.

**1. CLAUSE NMA464 - WAR AND CIVIL WAR EXCLUSION CLAUSE**

(Approved by Lloyd's Underwriters' Non-Marine Association)

Notwithstanding anything to the contrary contained herein this Policy does not cover Loss or Damage directly or indirectly occasioned by, happening through or in consequence of war, invasion, acts of foreign enemies, hostilities (whether war be declared or not), civil war, rebellion, revolution, insurrection, military or usurped power or confiscation or nationalisation or requisition or destruction of or damage to property by or under the order of any government or public or local authority. 1/1/38

**2. CLAUSE NMA1622 - RADIOACTIVE CONTAMINATION AND EXPLOSIVE NUCLEAR ASSEMBLIES EXCLUSION CLAUSE**

(Approved by Lloyd's Underwriters' Non-Marine Association)

This Policy does not cover

- (a) Loss or destruction of or damage to any property whatsoever or any loss or expense whatsoever resulting or arising there from or any consequential loss
- (b) Any legal liability of whatsoever nature

Directly or indirectly caused by or contributed to by or arising from

- (i) Ionising radiations or contamination by radioactivity from any nuclear fuel or from any nuclear waste from the combustion of nuclear fuel
- (ii) The radioactive, toxic, explosive or other hazardous properties of any explosive nuclear assembly or nuclear component thereof.

4/4/68