

**MEMORANDUM
FOR FURTHER ACTION**



Ref No : 0034 of 2020/PO
Date : 13 October 2020

To : Executive Director/ Head of Dealing
Executive Director/ Head of Operations

From : The Secretariat, ASCM
No. of pages : As per attachment

By Email

RE : Renewal of Comprehensive Crime and Professional Indemnity Insurance (CCPI) Policy for 2020/2021

Dear Participating Members of ASCM's Managed CCPI Policy,

On the renewal of the CCPI Policy for year 2020/2021, Marsh Insurance Brokers (Malaysia) has informed the ASCM that due to the continuing hard insurance market situation amid the Covid-19 pandemic, the insurers of the CCPI have revised the pricing of the CCPI as follows:

- Increase of 20% premium over last year;
- 5% prompt payment discount (PPD) to be removed;
- No Claim Bonus at 10% to be retained and
- Other terms of the CCPI to be maintained.

After protracted negotiations between the ASCM and Marsh, Marsh managed to renegotiate with the insurers on the following revised terms:

- Increase of 10% premium over last year;
- 2.5% prompt payment discount (PPD);
- No Claim Bonus at 10% to be retained and
- Other terms of the CCPI to be maintained.

Nevertheless, the ASCM has requested Marsh to seek for alternative insurers, if available, in order to have a better pricing.

While Marsh is attempting to seek for alternative insurers, kindly observe the following timelines to ensure that you are on time to renew the CCPI Policy which expires on 12th December 2020 (12.01 am).

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No	Activity	Timeline
1.	Renewal Notice with Proposal Form	Marsh to send to members by 12 th October 2020
2.	Renewal Submission & Proposal Form from members	Members to send to Marsh latest by 19 th October 2020
3.	Quotation Slip to members	Marsh to email to members latest by 2 nd November 2020
4.	Members to return the Quotation Slip with signed acceptance	Members to send to Marsh by 9 th November 2020
5.	Policy Expiry Date	12 th December 2020 (12.01 am)
6.	Premium Invoice to members	<p>Marsh to courier and email to members by 30th November 2020</p> <p><u>Note:</u> On the assumption that all members would comply with the timeline Marsh will straight away issue the invoice basing on the discounted premium i.e. Scheme premium minus 2.5% Prompt Payment Discount (PPD).</p> <p>It is however agreed and understood that members who are found to be not complying with the deadline of 26th December 2020 shall undertake to payback the 2.5% PPD pre-deducted from the scheme premium under the earlier invoice.</p> <p><i>Note: 2.5% Prompt Payment Discount is subject to underwriter's review & agreement upon receiving latest underwriting info.</i></p>
7.	Payment of Premium by members	<p>Members to make payment to Marsh by 26th December 2020</p> <p>For Members who were unable to comply with the deadline of 26th December 2020 additional invoice will be issued to them to recover the 2.5% PPD which has been pre-deducted under the</p>

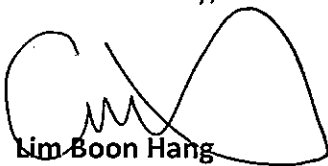
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No	Activity	Timeline
		<p>earlier invoice. Such additional invoice will be couriered and emailed to the respective member (s) by January 2021.</p> <p><i>Note: 2.5% Prompt Payment Discount is subject to underwriter's review & agreement upon receiving latest underwriting info.</i></p>

Should you need any further clarification, please do not hesitate to contact us.

Thank you

Yours sincerely,



Lim Boon Hang

Executive Director, ASCM Secretariat