

# Accountants Claims Examples

Insurance is purchased for peace of mind and the quality of the claims handling service when it is required. This is particularly evident in the accountancy sector where an understanding of the insureds business is vital to the swift resolution of any problem. At Tokio Marine HCC we have a claims team which boasts a wealth of relevant experience.

**Personal taxation:** Failure to lodge tax returns led to client losing tax repayment and interest. Cost £14,000.

**Personal taxation / pensions:** Incorrect advice as regards pension payments and alleged concealment of commissions. Cost £675,000.

**Accountancy:** Lender sought reference for a business's mortgage. The business failed and the subsequent property sale failed to cover the loan. Cost £180,000.

**Trust:** Two partners were trustees to a family trust. They delegated investment authority to a company that subsequently collapsed. They also failed to minimise tax. Cost £125,000.

**Company tax:** A firm, acting as accountants to a profitable company, introduced their client to a tax mitigation consultancy. Schemes of tax mitigation were embarked upon that proved to be fraudulent from a tax perspective. Cost £130,000.

**Auditing:** Failure to spot a serious fraud due to inadequate audit procedures. The cost exceeded the limit of indemnity of £1million.

**Investment advice:** Poor investment advice led to serious loss to a trust. Cost £210,000.

**Fraud:** An employee in the firm stole clients' money. Cost £625,000.

**Insolvency:** Failure to realise full value of assets. Cost £110,000.