

PMR 024

Sourcing Of Products

Insurers, in addition to the exclusions contained elsewhere in this Policy, shall not be liable to indemnify the **Insured** under Section 1 against any claim or loss arising directly or indirectly out of or in connection with the sourcing or obtaining of any product or the introduction of any product manufacturer to any client unless:

1. the **Insured** has taken reasonable steps to ensure that the product complies with all prevailing health and safety regulations and standards, is suitable for its intended purpose and (where relevant) is supplied with necessary instructions and
2. the product has been produced entirely within or sourced from an agent within the European Union or European Free Trade Association member countries and
3. if the product has been sourced from an agent, the **Insured** knows the agent to be reputable and financially secure and
4. the **Insured** has written documentation accepted by the **Insured's** client, the supplier and sourcing agent (if any) setting out the precise specification, quality, tolerances and intended volume of any product and
5. the **Insured** has written documentation accepted by the **Insured's** client, the supplier and sourcing agent (if any) setting out the terms of business with a payment and delivery schedule.

In the event of any dispute as to whether or not this exclusion applies the **Insured** shall have the burden of proving that this exclusion does not apply.

All other terms and conditions of this Policy remain unaltered.