

Recourse Options

Insurance Product Information Document

Company: ARAG plc

Product: Recourse Options

Please refer to your policy wording for full terms and conditions of your insurance contract.

What is this type of insurance?

Recourse Options is an after-the-event legal protection policy which pays certain costs that you would otherwise be liable to pay when you enter into a conditional fee agreement with a lawyer to pursue a legal claim for damages. The most common claims are those relating to disputes over the terms of a contract but Recourse Options is also suitable for other personal and commercial disputes such as housing disrepair and property damage claims or a shareholder dispute.



What is insured?

The insurer will pay:

- ✓ legal costs that you are held liable to pay up to the maximum limit shown in the schedule.
- ✓ These costs can include expert's fees and court costs where they cannot be recovered from your opponent and your opponent's legal costs if you are ordered to pay them.



What is not insured?

- ✗ Claims that do not have or continue to enjoy at least a 51% chance of success.
- ✗ Any costs or disbursements you have to pay if you discontinue, abandon or withdraw your claim without your solicitor's and our specific agreement.
- ✗ Costs incurred before you entered into the funding agreement with your solicitor unless agreed by us.



Are there any restrictions on cover?

- ! The most the insurer will pay for your claim is as shown in the schedule.



Where am I covered?

You are covered for disputes in England and Wales.



What are my obligations?

- Your solicitor must be acting under a funding arrangement agreed by us.
- You must not discontinue, abandon or withdraw your claim without your solicitor's and our specific agreement.
- You must co-operate with us and your solicitor.
- You must act to keep the costs of your claim as low as possible and must agree to a reasonable offer to settle your claim.
- You must notify us and obtain our consent if you wish to change your solicitor.



When and how do I pay?

Your initial premium must be paid to your lawyer by any method acceptable to the lawyer within 14 days of taking out your insurance. If you go on to win or settle your case, you must pay the contingent premium as shown on your policy schedule within 21 days of achieving a successful outcome. Your lawyer will pay us your contingent premium from your damages or settlement on your behalf.



When does cover start and end?

Cover starts when your Recourse Options policy is issued by the solicitor with whom you have entered into a funding agreement for your claim. The policy ends at the time the prospects of winning your case dip below 51%, you abandon or withdraw from your legal action, or upon settlement or conclusion when judgment is obtained.



How do I cancel the contract?

You may cancel the policy within 14 days of its issue and you will not be liable to pay the insurance premium. You must tell your solicitor that you wish to cancel.