

SBI General Merger & Acquisition Insurance

PROSPECTUS

SBI General Merger & Acquisition Insurance are pivotal strategies for businesses seeking growth, diversification, or strategic realignment, with insurance products becoming essential for effective risk management in these transactions. Warranty and Indemnity insurance (W&I insurance) shields parties from financial losses due to breaches of representations and warranties during M&A deals, particularly crucial in scenarios when seller indemnities are unavailable. W&I insurance is a key tool addressing risks in evolving ownership structures of target companies, especially with Private Equity (PE) and Venture Capital (VC) funds increasingly involved. Specialized insurance products like tax liability insurances are commonly used to mitigate specific risks in M&A deals. These insurances play a critical role in competitive bidding situations and have evolved to offer more realistic terms, broader coverage, and streamlined claims processes, although careful consideration and negotiations are vital due to limitations and exclusions present in policies. Ultimately, the strategic utilization of insurance products in M&A transactions has reshaped deal executions, providing essential protection, enhancing transaction stability, and streamlining the negotiation process, resulting in smoother and efficient deal-making.

What is covered under the Policy?

SBI General Merger & Acquisition Insurance products mitigate risks associated with transactions, providing essential protection for both buyers and sellers.

- Representations & Warranties Insurance: Shields against inaccuracies in the seller's assertions about the company.
- Warranty & Indemnity Insurance: Offers cover for breaches of warranty and indemnity claims post-deal.
- Transaction Liability Insurance: Addresses specific liabilities identified during due diligence.
- Contingency Insurance: Protects against uncertain future liabilities or losses that may surface post-closing.

These insurances can play a pivotal role in closing a deal and ensuring a smoother transition post-acquisition.

From bolstering a seller's position to assuaging the buyer's concerns, these products have become staple tools in the M&A toolkit.

Policy Tenure:

Minimum 7 Yrs to Maximum 10 Yrs, This is non renewable product

This Prospectus

The details provided in the prospectus is only indicative and not exhaustive. This is not an insurance contract. Each Section cover is subject to terms and conditions, for complete details read in the **Merger and Acquisition** wordings. You can get a copy of the policy wording from Our branch or from Our website www.sbigeneral.in.

Grievance

If You have a grievance about any matter relating to the Policy, or Our decision on any matter, or the claim, You can address Your grievance as follows:

Stage 1:

If you wish to register your grievances directly with us, you may write to us at head.customercare@sbigeneral.in or gro@sbigeneral.in or call our toll free number - 1800 102 1111. After examining the matter, final response would be conveyed within a period of 14 days from the date of receipt of your complaint. In our initial acknowledgement of receipt letter, we will provide the name and title of the person who is handling your Grievance. This person will have the authority necessary to investigate and resolve the Grievance.

Details of our Grievance Redressal Officer is mentioned on our website at <https://www.sbigeneral.in/grievance-redressal>

Note: The Company shall endeavour to maintain the regulatory TAT of 14 days in resolving your grievances.

Alternatively, you may Register your grievance with the regulator through Bima Bharosa which is a grievance redressal platform provided by the Insurance Regulatory and Development Authority of India (IRDAI). You may access the Bima Bharosa Portal using the following link: <https://bimabharosa.irdai.gov.in/Home/Home>

Stage 2: Escalation to Insurance Ombudsman

If you feel that the response to your Grievance was unsatisfactory, or if you believe your concerns have not been adequately addressed by the company, you may escalate the matter to the Insurance Ombudsman.

Submit your Grievance online: <https://www.cioins.co.in/Ombudsman>

Disclaimer: In the event of any question relating to interpretation of the insurance coverage, kindly refer policy wordings.