



The Difference Between Claims-Made and Claims Occurrence Coverage

	Claims-Made (Preferred option of medical indemnity providers)	Occurrence (Preferred option of MPO's)
Cover Limits	Cover will respond to incidents arising on or after the policy retroactive date and which are reported during the term of the policy.	Coverage will respond to incidents arising from the cover period - regardless of when those claims are reported.
Retroactive Cover	A policy may be endorsed to respond to incidents which occurred before the policy start date, also referred to as policy retroactive date.	No Prior Acts coverage is needed.
Extended Reporting or Run-Off Cover	Run-Off (or Tail) cover responds to incidents that have not been reported to the company during the policy term. Some companies will offer a free tail at retirement, subject to certain conditions.	No Run-Off coverage is needed because incidents that occurred during the policy period are covered no matter how much later they are reported.

With both forms of cover there should no gaps in coverage once the policies are administrated correctly.

If you have any questions or queries please do not hesitate to drop me a note to dave@challenge.ie