
From: Charles Colquhoun [/O=MMS/OU=EXCHANGE ADMINISTRATIVE GROUP (FYDIBOHF23SPDLT)/CN=RECIPIENTS/CN=CHARLES COLQUHOUNA9B383DA-47EC-48D9-9DBD-75CAFEFD3E80]
Sent: Fri 26/07/2013 1:48:13 PM (UTC)
To: Susan Crichton [GRO] Martin Edwards [GRO]
Cc: Chris M Day [GRO] Alwen Lyons [GRO]
Subject: RE:

How about this?

Responses to other questions raised at the 23 July Board meeting

1. The Board requested further clarification on their position as directors; in summary it is highly unlikely that any individual director would have any personal liability in connection with this review, unless they had acted in bad faith or maliciously, (See Annex A) In the unlikely event that an action is brought (could only be by Post Office Limited or in very rare circumstances by the Shareholder acting on behalf of the company) there is insurance cover in place to cover directors and officers liability which provides full cover where an action is brought against them, the policy has a £25,000 excess for claims by the company but no excess claims brought by individuals (ie Directors and Officers of Post Office Ltd) and cover up to £60 million, it is also retrospective.

In response to the Board's request for a post-mortem, Internal Audit has now been tasked with carrying out a review of our response to the Second Sight investigation, reporting to the ARC. The terms of reference will be agreed with the Chair of ARC over the coming weeks

Regards

Charles

Charles Colquhoun | Head of Corporate Finance

First Floor - Old Street Wing, 148 Old Street, LONDON, EC1V 9HQ

GRO Postline GRO
GRO



From: Susan Crichton
Sent: 26 July 2013 13:56
To: Martin Edwards
Cc: Chris M Day; Alwen Lyons; Charles Colquhoun
Subject:

Responses to other questions raised at the 23 July Board meeting

1. The Board requested further clarification on their position as directors; in summary it is highly

unlikely that any individual director would have any personal liability in connection with this review, unless they had acted in bad faith or maliciously, (See Annex A) In the unlikely event that an action is brought (could only be by Post Office Limited or in very rare circumstances by the Shareholder acting on behalf of the company) there is insurance cover in place to cover directors and officers liability which provides full cover where an action is brought against them, the policy has no excess for individual claims and cover up to £60 million, it also is also retrospective.

2. In response to the Board's request for a post-mortem, Internal Audit has now been tasked with carrying out a review of our response to the Second Sight investigation, reporting to the ARC. The terms of reference will be agreed with the Chair of ARC over the coming weeks.

Chris – how about this to get over the insurance point?