

LOSS OF PROFIT INSURANCE

GROSS PROFIT COMPUTATION SHEET "DIFFERENCE METHOD"

The purpose of this form is to assist you in computing the sum to be insured and also to advise the Company of the Uninsured Working Expenses, as each one must be noted on your Policy by Name and Percentage applicable thereto.

The sum insured is to be the ANNUAL INSURABLE GROSS PROFIT PLUS THE ESTIMATED TREND of the BUSINESS, for at least the forthcoming financial year – PROVIDED THE INDEMNITY PERIOD does not exceed 12 months (for longer period see below).

AN UNINSURED WORKING EXPENSES is a charge, expense or cost which varies in direct proportion to **TURNOVER** or **OUTPUT** and the particular expenses listed hereunder are those most generally deducted.

However, there may be other named in your Final Accounts, if so, kindly substitute them for those not applicable to your business and complete the computation accordingly.

FIGURES FOR LAST FINANCIAL YEAR

From: / /
To : / /

TOTAL TURNOVER	US\$ _____	
<u>PLUS</u> CLOSING STOCK	US\$ _____	
<u>LESS</u> OPENING STOCK	US\$ _____	
(Not: The amount of the Opening and Closing Stocks shall be arrived at in accordance with the Insured's normal Accountancy Methods due Provisions being made for depreciation)		
<u>LESS</u> UNINSURED WORKING EXPENSES		
(e.g) PURCHASE (LESS DISCOUNT RECEIVED)	US\$ _____	
DISCOUNT ALLOWED	US\$ _____	
FREIGHT AND CARRIAGE	US\$ _____	
WRAPPING AND/OR PACKING EXPENSES	US\$ _____	
BAD DEBTS	US\$ _____	US\$ _____
TOTAL AS AT BALANCE DATE		US\$ _____
PLUS ESTIMATED TREND FOR CURRENT YEAR		US\$ _____
PLUS ESTIMATED TREND FOR A FURTHER 12 MONTHS		US\$ _____
ITEM 1. INSURABLE GROSS		US\$ _____
WHEN INDEMNITY PERIOD EXCEEDS 12 MONTHS, INCREASE ABOVE PROFIT PROPORTIONATELY		
ITEM 2. PUBLIC ACCOUNTANTS FEES		US\$ _____
ITEM 3.		US\$ _____
TOTAL SUM INSURED		US\$ _____

WE WOULD ADVISE YOU THAT THIS CLASS OF INSURANCE IS SUBJET TO AVERAGE AND COMPLETE PROTECTION DEPENDS ON FULL INSURANCE.