

beazley

Beazley Boardroom Protect



Why are we refreshing our wordings?

What have we done?

Our new wording has been simplified. After years of various insurance carriers having to add countless endorsements onto policies, we have decided it's time to simplify our D&O public wording. We've streamlined the number of exclusions and incorporated many of the enhancements that have been routinely offered in recent years. Our bold new wording is clear, concise and uses modern policy language.

New Wording Highlights

- Expanded to include routine market-offered endorsements
- Simplified 'Pre-Claim' coverage
- Expanded 'A-Side' coverage
- Broad Foreign Exposure coverage
- Simplified Policy Exclusions
- Other coverage grants

When is Beazley Boardroom Protect live?

- Beazley Boardroom Protect will be available on an admitted basis by January 1, 2025
- Please speak to your [underwriter](#) to find out more and discuss the benefits in more detail.

Feature and benefits

New Features	New Benefits	Why the change?
<p>Beazley look and feel</p>	<ul style="list-style-type: none"> • Simplification of style of contract • Clear, concise and modern policy language • Policy structured to track the life cycle of Claim 	<p>Simplified contract style. Corporate wide initiative for all products to have the same look and feel.</p>
<p>Expanded to include routine market-offered endorsements</p>	<p>Automatically built into our new wordings:</p> <ul style="list-style-type: none"> • Beazley 2020 Amendatory Endorsement • Books and Records Coverage • Employed Lawyers Coverage • Bump-up Clarification • Conduct Exclusion with 'underlying action' language 	<p>The previous wording (like the majority of D&O policies still on the market) typically require a number of endorsements to be added, making policies confusing and time consuming to read.</p>
<p>Simplified 'Pre-Claim' Coverage</p>	<p>Automatically built into our new wordings:</p> <ul style="list-style-type: none"> • Optional reporting of Investigations, Inquiries, Security Holder Demands, and Books and Records Demands • 'Inquiry Coverage Date' has been removed • Broad definition of 'Inquiry' 	<p>Previous offering split investigations and security holder demands being mandatory reporting vs inquiry and books and records demands which are on an optional reporting basis.</p>
<p>Expanded 'A-Side' Coverage</p>	<p>New form Side A expansion:</p> <ul style="list-style-type: none"> • Additional aggregate limit for Independent Director – USD 250,000 • Mitigation Costs aggregate sub-limit – USD 250,000 • Foreign Accommodation Costs sub-limit – USD 50,000 per person/USD 250,000 aggregate • Fines and penalties (where insurable) – up to full policy limit • Corporate Taxes that the Insured Persons become liable (where insurable) – up to full policy limit 	<p>A number of new features from our Side A (DIC) D&O product (Armour Boardroom Protection) have been added to increase breadth of Side A cover.</p>
<p>Broad Foreign Exposure Coverage</p>	<p>Automatically built into our new wordings:</p> <ul style="list-style-type: none"> • 'Pay the Parent' Clause • Conformance to law provision • Liberalization to local Beazley policies • Designed to work with Beazley Global Programs 	<p>Added by demand, we have included foreign compliance and 'pay the parent' style language that address situations when we are unable to pay the loss locally, the policy terms conflict with local law or where Beazley has a broader local policy.</p>
<p>Simplified Policy Exclusions</p>	<p>Our new wording has been streamlined to include only three exclusions:</p> <ul style="list-style-type: none"> • Conduct Exclusion amended to 'for' language, with full defense costs carveout • Prior notice • Prior and Pending Litigation 	<p>Typical D&O policies include a host of exclusions (such as Pollution, Bodily Injury/Property Damage, ERISA and 'Company vs Insured'), which over the years have been watered down with various carveouts. The new wording doesn't contain these exclusions.</p>
<p>Other coverage grants</p>	<ul style="list-style-type: none"> • 45-day window for failure to advance by the Company • Non-prejudice language for notice of claim • 14-day emergency defense costs coverage • Complete waiver of subrogation against insured persons • Insolvency OEP added (to be determined by Underwriters at the time) • Explicit aiding and abetting coverage • Personal Asset Costs – USD 500,000 aggregate sub limit • Personal Reputation Costs – USD 500,000 aggregate sub limit 	<p>Additional coverage for the risks facing businesses today and the future.</p>

disclaimer

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