

beazley

Beazley Boardroom Protect 2023

**Refreshed Primary
US D&O Wording**



Why are we refreshing our wording?

Our new Wording has been simplified.

After years of various insurance carriers having to add various endorsements into policies, we have decided its time to simplify our US 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.

Beazley Boardroom Protect 2023 is a clear, concise and reimagined wording, designed to simplify and enhance the US Public D&O offering for brokers and clients.

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

Availability

Beazley Boardroom Protect 2023 is available via our Executive Risks Team in both London and in the US on a Surplus lines basis from April 2023.

A wider roll out to US on Admitted paper is expected for late 2023.

At a glance changes

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 policy confusing and time consuming</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 (Beazley Armor) 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 now includes 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 and ERISA). We have removed these exclusions because they're already covered by other insurance.</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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