

# Catastrophe Asbestos Liability



| <b>Industry</b>    | <b>Manufacturing</b>  |
|--------------------|---|
| Motivation         | A US manufacturer completing a management buyout sought catastrophe level insurance protection in the event the company's legacy asbestos exposure developed into significant losses after the buyout.  |
| Coverage           | Claims paid asbestos liability indemnification where a covered occurrence relates to occurrences that took place during the specified coverage period; Defense costs excluded.  |
| Term               | 10 years  |
| Limit              | \$500,000 per claimant; \$10 million aggregate paid claims per policy year;<br>\$100 million aggregate for the policy term  |
| Retention          | \$15 million in losses paid during each policy year   |
| Potential Benefits | <ul style="list-style-type: none"> <li>✓ Pays claims for the next 10 years or until the limit of liability is exhausted</li> <li>✓ Covers claims not covered by existing insurance</li> <li>✓ Provides significant protection for an uncertain liability</li> </ul> |

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