

Independent Director Liability Insurance



Wealth Security for the Personal Assets of the Independent Director

With today's highly litigious environment and strict corporate governance standards, the independent director faces greater personal liability than ever before. A traditional Directors and Officers (D&O) Liability Insurance policy may not be sufficient. Monitor's Independent Director Liability (IDL) Insurance provides a layer of protection in addition to standard D&O insurance and corporate indemnification.

Overview

Monitor's IDL policy provides wealth security for the personal assets of the independent director. The protection is affordable, and more importantly, it puts the independent director in control of his or her own financial security. Unlike policies with limits shared across an entire corporate board, or a group of independent directors of the board, this policy is written to cover the individual.

Eligible Risks

- ▶ An independent director serving on the board of a publicly traded or privately owned company or nonprofit organization
 - An independent director is not an officer, consultant or employee of the organization

Coverage Features

- ▶ Protects the independent director's personal assets for each designated directorship
- ▶ Provides coverage for the independent director only
- ▶ Provides coverage for a single board position or multiple board positions
- ▶ Extends coverage to the independent director's spouse or domestic partner

Program Specifics

- ▶ Limits up to \$5 million
- ▶ Available in all 50 states including the District of Columbia



www.monitorliability.com (800) 446-2100

How Does Monitor's IDL Policy Respond?

Excess

- ▶ Coverage is in excess of each designated organization's D&O insurance and any other available indemnification.

Primary—Defense, Judgments/Settlements

- ▶ Monitor's IDL policy may drop down and respond as primary insurance for loss when indemnification is not available and the underlying insurance is uncollectible because:
 - of financial impairment of the underlying carrier(s)
 - of rescission of the underlying policies, other than as a result of misrepresentation by the insured director
 - coverage under the underlying insurance is denied as a result of a materially false warranty made by any person or organization, other than the insured director
 - a U.S. bankruptcy court has ruled that the underlying insurance and its proceeds are assets of the organization's bankruptcy estate and not available to pay loss

Primary—Defense Only

- ▶ Monitor's IDL policy may respond as primary insurance for costs of defense, only if such defense expenses are denied by the underlying carriers and indemnification is not available.

A+ Rated Insurance Carriers

Monitor Liability Managers, LLC underwrites executive and professional liability insurance on behalf of W. R. Berkley Corporation member companies.

Admiral Insurance Company (Nonadmitted)
Berkley Insurance Company (Admitted)
Carolina Casualty Insurance Company (Admitted)

- ▶ A.M. Best Company rated: A+ (Superior)

Contact Us

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