



POLITICAL RISKS

Political Risk Insurance



Ironshore Political Risk products are organized around the international and domestic trade flows and foreign investment strategies of our clients. Internationally and domestically domiciled manufacturing and trading companies and financial institutions should benefit from our flexible underwriting guidelines and availability of country limits. Traditional failure to pay insurance coverage is available on private obligors as well as public sector sovereign and non-sovereign entities. On the political risk side, currency inconvertibility, non-transfer risk, confiscation, expropriation, nationalization and deprivation insurance are several of the perils that Ironshore will consider:

PRODUCT DESCRIPTION

FAILURE TO PAY INSURANCE

Also known as “accounts receivable” insurance. This product is organized to insure valid and enforceable debt obligations against the risk of non-payment which arise from the sale or financing of trade transactions. Coverage is available to insureds based in the U.S. or throughout many international countries. Ironshore considers trade transactions on a single buyer, multi-buyer, key account or spread of risk basis.



- Financial institutions may leverage various financing strategies including, but not limited to, the confirmation and refinancing of letters of credit, bi-lateral trade loans, participation in international syndications, supply chain financing, pre-export financing, prepayment of an export, etc.
- Can be underwritten on a comprehensive coverage basis including protracted default, unless otherwise agreed. Ironshore’s Failure To Pay Insurance is organized to cover private sector obligors as well as Public Sector Sovereign or Non-Sovereign obligors and can be underwritten utilizing co-insurance, a deductible, or a combination of both. Our country limits will be restricted to those countries approved by the U.S. government. Applications processed through Ironshore must also comply with our internal policies and procedures involving OFAC, KYC and AML guidelines.
- Limits \$40M per obligor, tenor up to 7 years

POLITICAL RISK INSURANCE

Ironshore's Political Risk Insurance is available to assist manufacturing companies and financial institutions in managing the unforeseen obstacles of doing business internationally. Ironshore provides a range of policy structures specifically organized to cover the following perils:



- **Currency Inconvertibility and Non-Transfer Risk (CI)** insurance is designed to protect against excessive delays in acquiring foreign exchange caused by a host government action or failure to act due to adverse changes in exchange control laws or regulations and by deterioration in conditions governing the remittance of local currency. CI insurance cover does not protect the insured against the devaluation of a country's currency.
 - CI policies can be customized to cover principal and interest payments, repatriation of dividends or capital, inter-company fees, and similar remittances due on insured investments.
 - Limits \$40M, tenor up to 7 years
- **Confiscation, Expropriation, Nationalization and Deprivation (CEND)** insurance is designed to protect businesses that have an ownership interest in property abroad. Simply stated, Confiscation and Expropriation occurs when a host country seizes a company's development rights, its facilities and/or its inventories for the host country's own use. Nationalization occurs when the host government makes an expropriation and hands the assets to a state owned entity. Deprivation occurs when the host country prevents the use of assets.
 - CEND policies can be customized to address specific transaction structures. Whether the insured is a business owner with foreign assets or a financial institution engaged in project financings, Ironshore is open to evaluate existing or new projects.
 - Limits \$40M, tenor up to 7 years

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When considering a long-term insurance partner for your business, please call 1-877-IRON411, visit www.ironshore.com or email: info@ironshore.com

About Ironshore

Ironshore, a Liberty Mutual Company, provides broker-sourced specialty property and casualty insurance coverages for varying risks located throughout the world. Select specialty coverages are underwritten at Lloyd's through Ironshore's Pembroke Syndicate 4000. The Ironshore group of companies is rated A (Excellent) by A.M. Best with a Financial Size Category of Class XIV and A (Stable) by Standard & Poor's. Pembroke Syndicate 4000 operates within Lloyd's where the market rating is A (Excellent) by A.M. Best, AA- (Very Strong) by Fitch, and A+ (Strong) by Standard & Poor's. For more information, please visit: www.ironshore.com.

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