

Coverage Guide

Whether managing established foreign operations or venturing overseas for the first time, multinational organizations are vulnerable to a variety of risks not typically insured under a domestic insurance program.

AIG's WorldRisk package policy provides businesses and organizations with a coordinated multi-line insurance program to protect their international assets, employees, and reputation. Clients can choose from multiple coverages, listed on the following pages, to customize their WorldRisk package.

Coverage Modules

- Foreign Commercial General Liability
- Foreign Voluntary Compensation
- Foreign Business Automobile Liability
- Travel Accident & Sickness
- Commercial Crime
- Marine Ocean Cargo
- Foreign Commercial Property
- Kidnap & Ransom
- Political Risk



Foreign Commercial General Liability

General liability insurance for premises and products outside of the U.S., including foreign occurrences resulting in U.S. and Canadian suits

Value-adds:

- Primary occurrence limits up to \$10 million available
- **CrisisResponse®** provides:
 - \$250,000 of additional policy limits for immediate crisis management expenses to affected parties, and
 - \$50,000 to retain the services of a public relations firm to quickly restore public confidence when a man-made crisis (resulting from covered bodily injury or property damage to multiple third parties) strikes anywhere in the world, accompanied by adverse regional or national media coverage



Recent coverage part enhancements include:

- **Cyber Liability** protection can be endorsed with Security & Privacy Liability and Event Management coverages, providing up to \$250,000 for protection from losses incurred from a cyber incident. 
- Our **Pollution Legal Liability** endorsement can also be added, with up to \$500,000 limits available to help protect companies against pollution liability associated with sites they own or occupy, contracting operations they perform, or products they transport. 

Foreign Voluntary Compensation



Foreign Voluntary Compensation and Employer's Liability insurance for all classifications of employees, including 24-hour coverage on a primary, first response basis¹

Value-adds:

- 24/7 access to medical, travel, and security assistance services of AIG Travel, our wholly owned in-house travel and medical advisory firm, who work closely with our Claims Department to facilitate smooth and prompt claims handling
- Automatically-attaching Emergency Security and Political Evacuation endorsement provides a \$25,000 per occurrence limit that responds to crisis situations occurring from political unrest, personal threats, war, and military events
 - Optional limits of \$50,000 and \$100,000 also available for an additional fee
 - Benefits can be paid "on behalf of" the client, rather than by reimbursement only
- No aggregate limit for Supplement Repatriation (available limit of \$1 million per occurrence)
- Upon request, and subject to additional premium, coverage can be amended to provide U.S. State of Hire benefits for local hires or nationals working in less developed countries lacking a state-run workers' compensation or Social Security system

Foreign Business Automobile Liability



Automobile liability insurance for owned, hired, or non-owned vehicles outside of the U.S. that is difference-in-conditions/difference-in-limits over any compulsory local coverage.

Travel Accident and Sickness



24-hour injury benefits for employees, their spouses, and children on a primary basis while traveling overseas on a business trip, including 14 days of non-business related personal travel

Value-adds:

- Pays “on behalf of” insureds for out of country medical costs
- 24/7 access to medical, travel, and security assistance services of AIG Travel
- Emergency medical evacuation coverage included
- Emergency family travel expenses included
- Repatriation of remains expenses included
- Claims payments made under Travel Accident and Sickness “stack” with limits provided under Foreign Voluntary Compensation

Recent coverage part enhancements:

- **Reverse trip travel** by foreign-based employees into U.S and Canada can now be covered
- **Broadened definitions** for all employee types and now includes sole proprietors and partners
- **Automatic coverage** for employees of newly acquired entities for up to 180 days
- **Insured persons** aged 70 or older now covered (previously available only by endorsement)
- **Emergency medical evacuation** for expatriate employees to country of assignment (previously restricted to country of hire or citizenship)
- **At the insured’s option**, we can either pay travel and medical related claims expenses on their behalf or reimburse

Commercial Crime



Coverage for employee theft, forgery, or robbery inside or outside of the premises.

Marine Ocean Cargo







Marine ocean cargo insurance with optional war risk coverage.

Foreign Commercial Property

Commercial property insurance up to \$50 million TIV (total insured value) for real and business personal property, business interruption, and extra expense.

Recent coverage part upgrades include:

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Policy Limit: Matches the TIV of the largest reported location; functions as a “blanket” limit applicable to each occurrence at any reported location
- Tenants and Neighbors Liability:** Sublimit for this coverage is in addition to the policy limit (previously part of the occurrence limit)
- Burglary, Theft, and Robbery:** Now covered to full policy limits (no longer a sublimit)
- 
Locks and Keys: New coverage for expenses to replace or reprogram damaged locks and keys – including additional costs to repair or reprogram undamaged locks to accept new keys and codes
- Newly Acquired Locations:** Sublimit applies up to 120 days (previously only applied up to 90 days)
- Inflation Guard:** New coverage provided at a rate of 12% annual values increase
- Outdoor Property:** Definition is now more robust: including lawns, trees, shrubs, and plants; also includes fill beneath paved surfaces
- Upgrade to Green®:** New coverage pays additional costs to repair or replace damaged property with materials certified by authorities that conserve natural resources and reduce energy consumption
- 
Property in the Course of Installation: Coverage expanded to include projects the insured undertakes for third parties (would normally be covered under a Builder’s Risk policy)
- 
Cyber: New coverage insures against corruption, erasure, or alteration of electronic data; electronic equipment rendered useless by malicious code; business income loss from denial of service attack; and data preservation expenses
- Business Income – Flexible Trigger:** Coverage has been upgraded to allow selection of either gross earnings or gross profits method of calculating the insured’s time element loss, whichever is greater (most insurers require trigger to “follow form” over local policies, which does not always work to the insured’s advantage)

Foreign Business Travel Property Coverage Part – Upgraded

This coverage part form addresses the incidental property needs of clients that either have no premises overseas or own/lease/operate very small foreign locations, typically under \$100,000 in TIV.

Coverage is no longer limited to sales representative samples and personal property at exhibition, but now includes:

- Personal property at any one location
- Personal property of others while in the client’s care, custody, or control
- Personal property of employees while on client’s premise
- Previously, inland transit applied only to personal property in course of transit when used either for display at exhibition or as sales representative samples; now applies to personal property in transit, regardless of the intended use
- Property sold under a deferred payment plan is now covered
- Contractors equipment now covered

Kidnap and Ransom

Coverage for kidnap or ransom, extortion, wrongful detention, or hijacking while traveling abroad; starting at \$100 for our \$250,000 “low limits” option with no country exclusions

Value-adds:

- No deductible applies
- Insuring agreement is simplified and broadened
- “Insured person” definition broadened to include sole proprietor and partners
- “Relative” definition expanded to include domestic partner, fiancé, or fiancée
- Definition of “salary” previously limited compensation payable after victim’s release if an insured person has not returned to work a maximum of 30 days after release; now increased to 90 days after release
 - Time payable after date of insured’s event first occurred increased from 60 months to up to 72 months
- Reverse Trip Travel coverage is now available for foreign-based employees (local hires/nationals and third country nationals) while on business trips to the U.S., Puerto Rico, and Canada



Recent coverage part upgrades include:

- **Threat Coverage** for various threats (not accompanied by ransom) to harm an insured person, damage an insured person’s property, or disclose proprietary information
- **Hostage Crisis** Illegal holding of insured persons for more than one hour as security for meeting demands of hostage takers 
- **Express Kidnapping** New coverage addresses a growing problem in many countries: kidnapping of an insured person for less than 24 hours with intent to demand ransom directly from the victim’s personal assets 
- **Disappearance** Unexpected loss of contact with an insured person for a period exceeding 48 hours

Political Risk



Coverage for confiscation, expropriation, or nationalization of insured’s assets by a foreign host country government or economic loss due to embargo and license cancellation.

For more information, contact your local WorldRisk underwriter or broker.

¹ Wherever legally permitted

American International Group, Inc. (AIG) is a leading global insurance organization. Building on 100 years of experience, today AIG member companies provide a wide range of property casualty insurance, life insurance, retirement products, and other financial services to customers in more than 80 countries and jurisdictions. These diverse offerings include products and services that help businesses and individuals protect their assets, manage risks and provide for retirement security. AIG common stock is listed on the New York Stock Exchange. Additional information about AIG can be found at www.aig.com | YouTube: www.youtube.com/aig | Twitter: @AIGinsurance www.twitter.com/AIGinsurance | LinkedIn: www.linkedin.com/company/aig. These references with additional information about AIG have been provided as a convenience, and the information contained on such websites is not incorporated by reference into this material. AIG is the marketing name for the worldwide property-casualty, life and retirement, and general insurance operations of American International Group, Inc. For additional information, please visit our website at www.aig.com. All products and services are written or provided by subsidiaries or affiliates of American International Group, Inc. Products or services may not be available in all countries, and coverage is subject to actual policy language. Non-insurance products and services may be provided by independent third parties. Certain property-casualty coverages may be provided by a surplus lines insurer. Surplus lines insurers do not generally participate in state guaranty funds, and insureds are therefore not protected by such funds.