

POLITICAL RISK

Organizations worldwide need protection from financial losses caused by specific political risks, such as foreign government actions and adverse socioeconomic events.

Starr's political risk team offers tailored insurance solutions and expert insights, so you can better manage exposures and safeguard your assets in an unpredictable global environment.

Target Markets

- Corporations and Investors
 - Corporations and organizations with investments in foreign subsidiaries, participation in joint ventures, or ownership of assets which are vulnerable to political risk events such as government instability, discriminatory government policies, or blockage of profits, fees, dividends, or intercompany loan payments
 - Corporations and organizations with physical assets being held overseas which are vulnerable to seizure or damage resulting from political violence
- Financial Institutions
 - Lenders and Investors involved in financing cross-border transactions which can be impacted by the actions of foreign governments, local socioeconomic conditions and non-state political actors
- Importers and Exporters
 - Corporations involved in sale / purchase / delivery / delivery agreements with state-owned entities
 - Corporations involved in sale / purchase / delivery agreements with private counterparties that are exposed to contract frustration / non-payment / non-delivery as a result of unforeseen changes in the trading environment such as political violence or license cancellation
- Project Developers / Contractors
 - Project developers and contractors with exposure to non-payment risk arising from their service contracts with governments or state-owned enterprises
 - Project developers and contractors in sectors such as construction, engineering, mining / energy services that are involved in state-sponsored projects with performance guarantees
 - Project developers and contractors with large overseas exposures in the form of physical equipment or assets which may be damaged or become inaccessible as a result of government actions or local instability

Coverages Available

- Confiscation, Expropriation, Nationalization
- Currency Inconvertibility / Exchange Transfer Risk
- Forced Abandonment
- Forced Divestiture
- Selective Discrimination
- Political Violence: War / Civil War, SRCC (Strikes, Riots, Civil Commotion) and Rebellion
- Arbitration Award Default
- Non-honoring of sovereign and sub-sovereign obligations
- Contract frustration following political events
- Wrongful Calling of on-demand contract guarantees and bonds

Limits

- Up to \$50,000,000 for any one risk with higher limits available through syndication

Highlights

- Political Risk Coverage is designed to protect an insured's assets, income and property which may include:
 - Equity Investments
 - Cross-border Loans
 - Contracts with state-owned entities
 - Physical Assets
- Policies are tailored to each individual risk
- Policy tenures of up to 10 years with non-cancellable policy terms

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