

## Environmental Liability - EIL

### **Why are companies exposed?**

July 1<sup>st</sup> 2008 the directive (2004/35/EC) was implemented in the Danish legislation. This has resulted in an increased liability in respect of pollution for companies. In short the financial exposure for a company in respect of losses arising from pollution has increased.

Liability claims can be devastating for companies whether they occur as the result of pollution or something else. The environmental liability insurance closes the gap to the ordinary liability insurance.

Should the situation occur it is crucial to have dealt with the risk by engaging with a professional as RiskPoint, whom will be able to provide support business continuity by paying claims and defending your business according to the coverage agreed.

### **What's covered under an environmental liability insurance?**

Coverage for the Environmental Liability Directive

Damages as defined under the European Environmental Liability Directive (2004/35/EC) including primary, complementary and compensatory remediation

- Mitigation costs
  - Assessment costs including investigation costs and defense costs
  - Strict and fault-based liability
  - Coverage for both Gradual and Sudden Events
  - Does not differentiate between gradual or sudden and accidental events
  - Includes coverage from pollution related losses resulting from normal operations on the insured location
  - Clean-Up Costs
  - Clean-up costs of pollution on insured facility (own site) as well as clean-up costs of pollution that has migrated from the insured location
  - Clean-up costs incurred by 3rdparty and/or governmental authorities
  - Clean-up costs include mitigation and restoration costs
- Covers the legal liability to pay compensation in respect of personal injury or property damage caused by an occurrence in connection with the insured's business.

### **Who would have the need of environmental liability insurance?**

Environmental insurance targets a broad range of different companies such as:

- companies or authorities owning their own sites
- companies storing goods, waste or similar
- Companies whom is producing goods and in general industrial companies.

**Please notice**

RiskPoint can offer the insurance with limits up to EUR 25M as a rule of thumb. In many cases if necessary, higher limits will be available.

It is worth noticing that RiskPoint currently does not offer the insurance to the following industries:

- • Nuclear
- • Underground operation
- • Offshore activities
- • Operation of Oil pipelines

**For further information please contact:**

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