

# Directors' & Officers' Liability Insurance

## The Standard Syndicate 1884 at Lloyd's

The Standard Syndicate offers Directors' and Officers' (D&O) liability insurance.

### Why is this cover needed?

- Directors are responsible to their company, their shareholders, customers, competitors, creditors and to regulators for damages caused by acts contrary to the laws under which the company is established, the articles of association of the company or acts performed without the required due diligence
- All directors and officers of the company who make harmful decisions (except those who prove they were not involved in the decision's adoption and implementation) are jointly and severally liable for any damages awarded.
- Liability for damages arising from the actions of directors and officers is unlimited
- D&O cover provides financial stability to the company and peace of mind to the management team
- D&O protects the personal assets of the directors and officers, and the company and its balance sheet from the cost of defending claims which arise from their actions

### What will be covered?

- Directors' and Officers' liability/liabilities
- Extension to include Masters, Designated Persons Ashore or navigational personnel
- Cover designed to dovetail into P&I cover
- Aggregate Limits up to \$15m on a primary or excess basis

### Case studies

#### Insider Dealing

Derivative case launched against the CEO, members of the board of directors and various shareholders of a shipping company by another shareholder, alleging that vessels bought by the company on instructions of the defendants were on unfair terms for the personal profit of the defendants.

#### Class Action

A class action resulted from the issuance of materially false statements to the SEC. The US traded stock declined significantly following corrected financials reflecting a \$500m write down of the value of its assets and the fact that the company was in default of its loan covenants.

#### Bribery of Public Officials

Multiple shipping companies are alleged to have bribed officials of Brazil's state-owned oil company, Petrobras, to accept shipping contracts. Multiple claims are being brought in multiple jurisdictions including the UK's SFO and the US Department of Justice.

#### FCPA Investigation

Allegations that a US shipping company paid bribes to officials in Azerbaijan to influence the Azeri tax officials to resolve local audits in favour of the defendant company's subsidiary. Resulted in a \$15.7m settlement to the US Government.



#### Discover more

For details of our range of covers visit [www.syndicate1884.com](http://www.syndicate1884.com)

[@syndicate1884](https://twitter.com/syndicate1884)

[The Standard Syndicate 1884](https://www.linkedin.com/company/the-standard-syndicate-1884)

## Why choose The Standard Syndicate?

- A consistent, service-focused approach
- Bespoke, responsive corporate lines coverage
- A thorough understanding of assureds' operations and exposure profile
- A supportive and engaged approach to claims handling and settlement
- Risk management initiatives and services designed to help assureds reduce their exposure to loss
- Insurer Financial Strength ratings shared with Lloyd's:  
A+ (Strong) Standard & Poor's, AA- (Very Strong) Fitch,  
A (Excellent) A.M. Best

## What does the cover include?

D&O can be provided by The Standard Syndicate either stand-alone or as part of a package with other lines of cover.

### D&O

- Cover to complement P&I insurance for corporate liabilities not arising out of the operation and management of a ship
- Market-leading wordings
- Side A/B only D&O cover where appropriate
- Primary or excess capacity
- Side A Difference in Conditions policy

Normal commercial exclusions will apply.

## Do I need to be a member of The Standard Club to purchase this cover?

No, The Standard Syndicate underwrites risks for all clients, whether they are members of The Standard Club or not.

The Standard Syndicate 1884 is managed by Charles Taylor Managing Agency Ltd. Charles Taylor Managing Agency Ltd is a Lloyd's managing agent and is authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority.

The Standard Syndicate Services Limited is a service company and a Lloyd's coverholder that is part of the Charles Taylor PLC group of companies. The Standard Syndicate Services Limited is an appointed representative of Charles Taylor Managing Agency Ltd which is authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority. The Standard Syndicate Services Limited has authority to enter into contracts of insurance on behalf of the Lloyd's underwriting members of The Standard Syndicate 1884 which is managed by Charles Taylor Managing Agency Ltd.

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## What is The Standard Syndicate?

The Standard Syndicate is an insurance provider in the Lloyd's insurance market, with a focus on the lines of insurance bought by the marine and offshore industry, including: hull, energy, liability, property, cargo and specie, Political Risk, Political Violence and Terrorism and E&O and D&O business lines. The Standard Syndicate has been established by The Standard Club, a leading marine protection and indemnity (P&I) mutual insurer.

## How do I get a quote?

For more information on The Standard Syndicate and its range of corporate lines products please contact:

### Robert Dorey

Active Underwriter, The Standard Syndicate

**T:** +44 20 3320 8831

**M:** +44 7775 515 878

**E:** robert.dorey@syndicate1884.com

### Sarah McGurk

D&O Underwriter, The Standard Syndicate

**T:** +44 20 7767 2039

**M:** +44 779 959 5043

**E:** sarah.mcgurk@ctplc.com

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This brochure is published on behalf of The Standard Syndicate 1884 by the managing agency:

### Charles Taylor Managing Agency Ltd.

Registered Office:  
Standard House  
12-13 Essex Street  
London WC2R 3AA  
UK

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