

# Independent Directors' Liability (IDL) Insurance

*Personal D&O protection for today's independent directors on the front line*

## **Sweeping reform in the boardroom. New rules and regulations. More accountability.**

Today's independent directors are being held to higher standards by regulators and securities holders. In the courtroom, we have all seen the consequences of corporate meltdowns and inadequate D&O programs: independent directors are reaching into their own pockets to pay significant liability damages.

If you are an independent director, you need Priority Protection – IDL from The Hartford.

## **Product Advantages**

Priority Protection – IDL is an insurance product that provides "Side A" D&O liability coverage that is *non-rescindable*. This vital protection is available exclusively for the benefit of independent directors<sup>1</sup>.

When used in conjunction with The Hartford's Difference-in-Condition Endorsement, Priority Protection – IDL provides coverage that protects you personally in the event that:

### **The corporation:**

- Is prevented by law from indemnifying the directors
- Fails or refuses to indemnify the directors even if permitted to do so
- Files for bankruptcy and is financially unable to indemnify its directors

### **All other D&O insurance limits are not available as the result of:**

- "Freezing" of the policy in a bankruptcy proceeding due to the presence of "entity coverage"

- Denial of coverage or *rescission* of the policy due to the wrongful conduct of management or other board members
- Erosion or exhaustion of your traditional D&O insurance because of the advancement of defense costs to individuals who are known to have committed *fraud*.

## **Your Priority Is Ours**

Priority Protection – IDL is designed to complete your D&O insurance program needs. And because coverage is provided by The Hartford, a company that is known for its integrity and financial strength, you know we'll be there when you need us.

## **To Learn More**

For more information about Priority Protection – IDL or other financial products from The Hartford, visit [www.hfpinsurance.com](http://www.hfpinsurance.com).

## **About The Hartford**

The Hartford is one of the nation's largest financial services and insurance companies, with 2004 revenues of \$22.7 billion. The company is a leading provider of investment products, life insurance and group benefits; automobile and homeowners products; and business property-casualty insurance.

HFP is an underwriting unit of The Hartford. Coverage is provided by the member companies of The Hartford and may not be available in all states. See policy for actual coverage wording.

<sup>1</sup>As defined in the Priority Protection – IDL Endorsement

