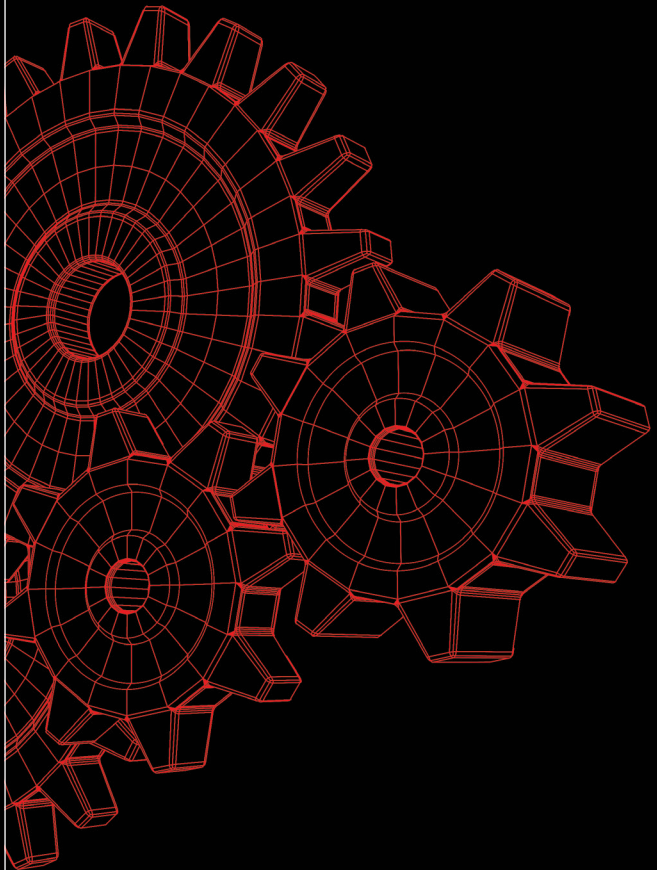




HISCOX
LONDON MARKET

Automotive
Component
Recall
Insurance

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IS ALL IT TAKES.



THE RECALL RISK FOR AUTOMOTIVE COMPONENT SUPPLIERS

A rubber seal on a petrol tank valve fails; an airbag inflates without being triggered; a vehicle catches fire following a heating failure. Automotive recalls can happen for any reason and can be caused by any manner of circumstances.

Component suppliers in the automotive industry are contractually or legally liable for costs associated with a faulty part they have supplied to their customers. An error in manufacturing or design can lead to extensive recall costs, as well as the supplier's own expenses and third party financial loss.

Hiscox Automotive Component Recall Insurance

Every component supplier in the automotive industry has a product recall exposure. If a vehicle has to be recalled because one of the components supplied is faulty, not only can the financial impact be crippling, the resulting commercial relationship damage can be irreparable.

When a recall occurs, the Hiscox Automotive Component Recall policy provides in-depth cover to protect a company's balance sheet and their trading relationships. The scope of coverage ranges from recall costs, to product replacement/reinstallation and third-party financial loss.

Crisis consultancy

The policy also provides clients with the services of an independent crisis consultancy firm to help identify and improve their risk exposures, whether it's helping to review manufacturing procedures, assist with staff training on quality, or even provide support in achieving accreditations (such as TS16949).

If an incident does occur, the consultants are available to conduct a fault analysis and work hand-in-hand with the client in dealing with its customers or regulators.

Custom wordings

Unlike many other product recall insurers, we have worked with the automotive industry to develop bespoke and easy to understand policy wordings. We are one of the biggest product recall teams in Lloyd's and have decades of experience in delivering world-class insurance for all our clients.

What differentiates Hiscox Automotive Component Recall Insurance?

- Cover can be purchased for whole-company turnover or specific contractual requirements.
- Available to offer safety only or product guarantee triggers for all component parts.
- Built-in policy trigger for regulatory forced recalls by NHTSA, DVSA, etc.
- Additional cover is available for customer financial loss.
- Able to offer long-term policies to match the length of automotive contracts.

Who is Hiscox Automotive Component Recall Insurance for?

- For small- to large-sized automotive component manufacturers and suppliers worldwide.
- Offering capacity of up to \$50 million.

Product recall cover through Lloyd's

Hiscox can trace its Lloyd's roots back to 1901 and underwrites through Syndicate 33 (one of the oldest and most respected syndicates in Lloyd's) and 3624. All Syndicates benefit from the security of Lloyd's high quality A+ financial rating (S&P), as well as its Central Fund.

As well as the automotive components industry, we also offer product recall products for:

- food and drink
- restaurant food borne illness
- consumer goods/durables
- pharmaceutical manufacturing.



Hiscox Automotive Component Recall Insurance

Key features and benefits

FEATURES

BENEFITS

Bespoke policy wordings.

Responds to the client's specific needs. Underwriters have a thorough understanding of the coverage points.

Broad policy trigger.

Client has confidence they will be covered for a wide range of circumstances.

One of the biggest underwriting teams in London.

Brokers and clients benefit from a proactive team that has decades of underwriting experience in product recall.

Offer on a subscription or 100% basis.

Client can take advantage of the risk diversification of the Lloyd's market.

Fast quote turnaround.

Brokers and clients benefit from quick decision-making.

Access to underwriters on a face-to-face basis.

Underwriters empowered to make decisions and meet with clients when required.

Claims handling mirrors our underwriting philosophy.

Clients will be dealt with by decision makers to get claims paid promptly and efficiently.

Access to crisis management consultants.

Instant support for clients when facing a recall crisis.

Additional extensions for third-party financial loss.

Policy coverage can be tailored to meet the client's own risk appetite or budget.

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For more information

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