

# Highlight Sheet

## Cyber Security Extension

Arch has provided Data Incident Response Expense coverage to all California Bar Insureds at no additional premium and will continue to do so. Arch also offers an enhanced Network Security and Privacy Liability Coverage for a minimal additional premium. This enhanced coverage more fully protects lawyers professional liability (LPL) policyholders against both third-party and first-party cyber liability exposures as follows:

**Network Security Liability** – This is the third party liability risk associated with the unauthorized access, theft or destruction of data within the insured's computer network or other electronic information system. It can include denial of service attacks, virus transmission and electronic security breaches. It may also include liability claims arising out of theft of mobile devices, such as laptops, cell phones or iPad, in order to appropriate data illegally.

**Privacy Liability** – This is the liability risk associated with theft of nonpublic personal information in electronic form and liability involving the failure to comply with privacy laws, or those regulations that govern the control, collection, access, transmission, use and accuracy of that information. It can also include those costs associated with claims or losses to notify affected parties of the breach, as well as fines and penalties for permitting such a breach.

**First Party Liability** - Costs and expenses the insured incurs due to a security failure, including costs relating to privacy notification, crisis management, credit monitoring, IT forensics and disaster recovery.

### Coverage Details

- Form – Network Security and Privacy Liability Endorsement will be attached to the LPL policy.
- Capacity –
  - Third-Party coverage at the existing LPL per claim policy limit and deductible amount shown on the LPL Declarations (shared limit that is part of and included within the LPL limit of liability).
  - First-Party coverage sublimit options of \$100,000/\$100,000 or \$250,000/\$250,000\* (shared limit that is part of and included within the LPL limit of liability) - - \*only available with policy limits of \$250,000 per claim and greater.
- Additional Annual Premium –
  - Network Security and Privacy Liability Coverage with First-Party coverage options:
    - \$100,000/\$100,000 for 5% of the LPL policy premium.
    - \$250,000/\$250,000 for 7.5% of the LPL policy premium.

### Application Requirements

- Completed Risk Management Supplement – including additional Electronic Data section.