

OVERVIEW

D&O Coverage for SPACs and DeSPACs

We have developed two separate and unique approaches to securing D&O coverage for SPACs:

OPTION 1 - TRADITIONAL INSURANCE

We will send your draft S-1 to all viable insurance carriers for their review. Following the initial review, a video conference call will be set up with the carriers and your SPAC or IPO team to pitch the investor deck (generally two weeks after the initial review of S-1). Negotiating terms and conditions post-call commences, which will take another week or two.

OPTION 2 - CAPTIVE INSURANCE

In short, this Captive will provide traditional D&O insurance by pooling all SPAC deals together, with additional reinsurance provided by an AM Best A XII rated carrier. Also, very competitive in pricing, one key difference is if your policy has no losses, the company has the opportunity of a return in premium. We are the only broker in the country currently with this program.

SAMPLE AVERAGE** SPAC D&O PRICING

A-SIDE ONLY PRICING

- \$2.5M limit \$275,000 - \$300,000
- \$5.0M limit \$475,000 - \$525,000

6-year run-off factors 300% - 350%

ABC PRICING – STANDARD MARKETS

- \$2.5M limit \$375,000 - \$450,000
- \$5.0M limit \$650,000 - \$725,000

Standard Retention of \$5M, possibly lower for sub \$100M raises

6-year run-off factors 300% - 350%

BRP OXFORD CAPTIVE OPTION

PRIMARY ABC

- \$2.5M limit \$299,075
- \$3.0M limit \$350,000
- Standard Retention of \$5M, possibly lower for sub \$100M raises

PRIMARY A-SIDE

- \$2.5M limit \$200,000

6-year run-off factors 300%

- Can add \$2.5M of ABC to the above for: \$250,000 - \$275,000
- Can add \$2.5M of A-Side to the above for: \$215,000 - \$225,000

To learn more about D&O Coverage,
contact our team:

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BRP

MANAGEMENT
LIABILITY
PRACTICE