

Increasing shareholder litigation is a growing fact of life for all companies.

With this increase in litigation comes a growing awareness of the responsibilities incumbent on the directors and officers of companies. This is especially true when the company makes a public offering of its securities. **Signatories of a public prospectus have a personal responsibility for its contents** and could therefore be found personally liable for the losses of securities holders arising from misrepresentations within the prospectus.

Public Offering of Securities Insurance covers insureds' against securities claims arising from offerings of a company's securities. The policy can cover equity or debt issues, both initial and secondary.

Public Offering of Securities Insurance gives companies the opportunity to ring fence the significant and long-term exposure presented by securities offerings. Although cover can be combined with an ongoing Directors and Officers Liability policy, exposures can be large and we recommend a stand alone, transaction specific product to ensure suitable coverage.

Coverage Highlights:

1. Securities claims arising from offerings of a company's securities and covers equity or debt issues, both initial and secondary
2. Liabilities relating to the prospectus/listing particulars
3. Liabilities relating to prior negotiations, discussions and decisions in connection with the offering

Insured: The Company and its directors, officers and employees for securities claims brought against them in connection with the offering.

Policy Period: Can be for up to three years

For more information or specific queries contact us on info@optima.co.in