



Continuing Professional Development Certificate

Non Damage Business Interruption (NDBI) and emerging threats

Date: Tuesday 26 March 2019

Time: 1.10pm - 1.55pm

Speaker: Steve Coates, Chief Underwriting Officer, Pool Reinsurance Company

In this IIL property lecture Steve Coates examined the recent change in UK terror legislation which allowed Pool Re to cover NDBI. In his presentation, Steve considered this through the lens of BI policies and how they have developed and changed over time. Steve explained that the London Bridge attack in 2017 highlighted the terrorism insurance gap, this being the former gap between BI policies and terrorism supported by Pool Re. Legislation has recently been passed to address this issue which will allow most UK property insurers to offer non-damage BI cover where it resulted from a certified act of terrorism. It was important to consider this change not only in terms of the wider cover it facilitated, but against the contemporary terrorist threat which continues to change and adapt in ways natural perils do not. BI policies have evolved enormously in recent decades and whilst this is positive news, much of the base functionality of a BI policy was still calibrated around physical damage to tangible property. The question remained around how BI policies needed to evolve further.

By the end of this lecture, members would have gained an insight into:

- Understand the current terrorist landscape in the UK and Europe.
- Appreciate the reasons why terrorism legislation had to be amended
- Examine the nature of the non-damage cover that is now available.
- Understand how modern BI policies need to evolve to meet today's threats.



This lecture or podcast can be included as part of your CPD requirement should you consider it relevant to your professional development needs. It is recommended that you keep any evidence of the CPD activity you have completed and upload copies to the recording tool as the CII may ask to see this if your record is selected for review.