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professional
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Press Release

For Immediate Distribution

Darwin Enhances Tech//404sm: New Cyber Liability, Technology E&O, and Internet Liability Coverage

April 26, 2006 (Farmington, Connecticut) – Darwin Professional Underwriters, Inc. (Darwin) today announces an enhanced Tech//404sm, a first-of-its-kind specialty professional liability insurance product that integrates into one policy cyber liability, technology errors and omissions (E&O), and Internet liability coverages. Tech//404 is unique in that it can cover a broad spectrum of technology-related risks for technology providers and also offers traditional companies protection against a growing spectrum of cyber liabilities, including E&O, data privacy, media, network security, and business interruptions.

“Darwin designed Tech//404 to blend the most sought after technology and cyber liability coverages into one policy, thereby reducing the likelihood of coverage gaps,” states Drew Bartkiewicz, assistant vice president and lead underwriter for Darwin’s technology and information liability initiatives.

“Traditional companies, in the health care and financial services segments especially, are facing increased threats of cybercrimes targeting digital patient and customer records. Tech//404 is specifically geared to cover unauthorized access, theft, and loss of data due to network security breaches.”

Darwin offers limits up to \$10 million on a primary and excess basis. The company is now accepting applications for coverage under Tech//404 from technology providers and technology-dependent organizations, including but not limited to banks, hospitals, insurance companies, and retailers.

Tech//404 optional enhancements include complete worldwide coverage and coverage for:

- Cyber extortion
- Contingent bodily injury for health care technologies
- Contingent property damage

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- Malicious code
- Mental anguish for ID theft

The policy continues to address the following exposures:

- **Network security** – unauthorized access, theft, and loss of data due to external or employee hackers.
- **Data privacy** – unauthorized use of information and invasion of privacy including HIPAA, GLB, California’s SB 1386 senate bill protecting individuals’ rights to information privacy, and other similar statutes and regulations.
- **3rd party business interruption** – monetary loss to third parties from hardware failures, software crashes, software bugs, or data corruption.
- **Media and online content** – libel, slander, defamation, misappropriations, unfair competition, false advertising, and virus transmission.
- **Technology errors and omissions** – defective technology professional services without the usual requirement of “for a fee.”
- **Intellectual property** – patent, copyright, and trademark infringements.

“Digitization is becoming the accepted norm for organizations’ record-keeping systems. Though digitization certainly has a positive categorical impact on increasing levels of service and overall customer satisfaction, it opens companies up to the threat of technological risks in substantial ways,” says Bartkiewicz. “Today’s businesses are seeing heightened scrutiny of their electronic data, based on ever-increasing threats to cyber security. As these are issues traditional brick and mortar companies have not had to consider in the past, it’s more important than ever to become aware of the potential pitfalls associated with digitization and to address these critical exposures upfront, before getting hit with a claim.”

Darwin is a specialty insurance group focused on the professional liability insurance market and related lines. Darwin underwrites directors and officers (“D&O”) liability for public and private companies, errors and omissions (“E&O”) liability insurance, and medical malpractice liability insurance. Coverage descriptions are summaries only, and the complete policy should be read. Darwin member companies include Darwin Professional Underwriters, Inc., Darwin National Assurance Company, and Darwin Select Insurance Company. For more information about Darwin, visit www.darwinpro.com.

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