



March 22, 2016

DATA BREACH EXCLUSION ENDORSEMENTS INTRODUCED IN VIRGINIA

BACKGROUND

The commercial MSO[®] policies cover bodily injury and damage to tangible property and loss of use of such property. The intent of the new Data Breach Exclusion endorsements are to make it clear that a data breach does not involve bodily injury or property damage as defined in the policies. Losses due to a data breach were never intended to be covered. The endorsements strengthen the intent of the policy.

MSO ACTION

MSO has filed two Data Breach Exclusion endorsements:

BU 01 43 (03 14) applies to the Businessowners Program.

MCL 143 (03 14) applies to the Commercial Liability Program.

Companion rules have been added to the applicable manuals. There is no rating associated with these endorsements.

EFFECTIVE DATE

Immediately

DISTRIBUTION

The endorsements and revised manuals will be added to the CD-ROM. Affiliated companies will be able to access this through our website: <http://www.msonet.com>.

QUESTIONS

Contact Pepper Treuvey at (800) 935-6900.