



Security Costs Insurance

Provides first party coverage for costs incurred in response to a data breach.





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Costs associated with a data breach tied to malicious hacking or an inadvertent data leak can be significant. Hiscox covers your costs incurred after a data breach, including forensics associated with investigating the cause of the breach, customer notification costs and credit monitoring that may be required.

We cover security costs associated with breaches arising from your actions or those of a third party (i.e. vendor losing your backup tapes). This could include unauthorized access to or unauthorized use of personally identifiable information in your care, custody or control, an error or malicious act by an employee, which causes a security failure.

Who we cover

Examples of industry classes we cover

- Healthcare
 - Hospitals
 - HMOs
 - Physician groups
- Retail, including travel and leisure
 - Online and offline
- Professional services
 - Lawyers
 - Accountants
 - Consultants
- Technology services
 - Telecommunications
 - Data processing
- Utilities

What we cover

- Coverage for costs associated with notice obligations under a federal, state, or local breach notification law, including the HITECH Act
 - legal costs associated with drafting notification letters
 - costs to notify, as required, consumers, consumer reporting agencies, States' attorneys general, Department of Justice, HHS, FTC, and media

- associated costs including, setting up toll free numbers and call centers
- computer forensic costs, often a very expensive component of breach response
- credit protection costs for affected consumers (including fraud alerts and credit monitoring)
- Serious security failure coverage for credit monitoring costs when social security numbers or other financial account information are stolen and identity theft results
- Ties in with Hiscox's Privacy Protection coverage
- Optional coverage for first party losses
 - hacker damage to data
 - cyber business interruption
 - cyber extortion

Policy parameters

- Up to \$10,000,000 capacity for serious security failure and \$1,000,000 for other security failures
- Minimum premium \$2,500
- Minimum retention \$2,500

Why Hiscox?

- Access to privacy and breach response information, and resource portal at preferred rates (our eRiskhub)
- Experienced, specialized in-house claims handling. The underwriting and claims teams work closely together to ensure the intent is reflected in the management of claims.
- Lloyd's of London capacity, which carries an A.M. Best rating of A (Excellent)*

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About Hiscox in the US

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*A.M. Best rating as of July 13, 2009.