



NOTICE TO PRODUCERS AND INSURED

CHANGES TO THE IMU BUMBERSHOOT LIABILITY POLICY

In 2009, IMU is introducing a new Bumbershoot Liability policy. The new policy form (BBS 011 0109, along with various endorsements), will replace IMU Bumbershoot Liability Form 3/03 and all previous versions. The following summarizes the changes between the old and new IMU Bumbershoot Liability policies.

Clause	Change
I. Insuring Agreement	Changed from indemnity to "pay on behalf of"
	Base P&I Form amended from UK Mutual Club to underlying or SP-23
	Insuring terms broadened to include Collision & Towers Liability
II. Limit of Liability – Underlying	"Retained Limit" replaces Retention. Retained Limit only applies if there is no underlying coverage
III. Limits of Insurance	Clarifies position on non-concurrent underlying aggregates. Claims that affect non-concurrent underlying aggregates must be disclosed
IV. A. Conditional Exclusions	
1. Stevedore, Ship Repair, Bailee	Former absolute exclusion for ship repair/ship builder amended to conditional exclusion and applies to other watercraft bailee exposures
2. Charter Contracts	New clause
4. Property Rented or Leased	New clause
7. Liquor Liability	New clause
11. Employee Benefits Liability	New clause
IV. B. Absolute Exclusions	
4. Workers Compensation	New clause
9. Health Hazards	New clause and takes place of former asbestos exclusion
11. Mobile Equipment/Auto Racing	New clause
13. Ship Builder's Guarantee	New clause
15. Damage to Property	New clause
25. Electronic Date	New clause. Replaces former Y2K Liab Endorsement
V. Conditions	
3. Additional Insureds	Amended
19. Schedule of Vessels	New clause
22. Forum Selection	New clause
23. Choice of Law	New clause
24. Headings and Captions	New clause
VI. Definitions	
7. Mobile Equipment	Amended definition per 2004 ISO
12. Property Damage	New Definition

The above represents a summary only. Please refer to the actual policy for exact coverage descriptions. Coverages are subject to policy terms and conditions.