

Political Risk Insurance enables Banks, Traders and Corporates to engage in foreign trade and investment, without the threat of country risk or political violence. Not only does this encourage companies to rapidly expand their overseas operations – it also allows them to operate in high margin emerging markets, and so dramatically increase their ability to compete.

Political Risk Insurance can enable customers to obtain cheaper financing. It can allow them to remove liabilities from their balance sheets. And it can ensure the viability of trade and projects which would not otherwise be workable.

The Political Risks team at Benfield has great depth of experience in Structured Trade and Project Finance, together with Trade Credit and Terrorism. We stay alert to developments in all relevant markets, including banking, trading and insurance.



POLITICAL RISK INSURANCE

Contract Frustration - Imports

POLITICAL RISK INSURANCE



Contract Frustration - Imports

When commodities purchased from overseas are paid for in advance of delivery, buyers are exposed to potential loss arising from frustration of or default on the contract, and non-delivery of the commodity.

Cover protects an importer against potential loss of:

- Amounts paid in advance, which may constitute a legally enforceable debt under a government refund guarantee following non-supply
- Additional costs in purchasing commodities elsewhere to meet a forward supply obligation

Cover will respond to the following perils:

- Unilateral default by the supplier where the supplier is a government entity
- Failure of a government bank to honour a guarantee of repayment
- Cancellation of export license
- Imposition of export embargo
- Frustration of contract due to war

Atlanta, USA
Auckland, New Zealand
Boston, USA
Bratislava, Slovak Republic
Brussels, Belgium
Buenos Aires, Argentina
Dallas, USA
Hamilton, Bermuda
Istanbul, Turkey
Johannesburg, South Africa
Kansas, USA
London, UK
Los Angeles, USA
Madrid, Spain
Melbourne, Australia
Mexico City, Mexico
Minneapolis, USA
Mumbai, India
Munich, Germany
New York, USA
Paris, France
Philadelphia, USA
Pittsburg, USA
Prague, Czech Republic
Rio de Janeiro, Brazil
Rome, Italy
San Francisco, USA
Santiago, Chile
Shanghai, China
Singapore, Singapore
Sydney, Australia
Tokyo, Japan
Toronto, Canada
Vancouver, Canada
Westport, USA

For further information please contact Benfield:

Alastair Mole
T: +44 (0)20 7522 8161
alastair.mole@benfieldgroup.com

Mike Mills
T: +44 (0)20 7522 8106
mike.mills@benfieldgroup.com

55 Bishopsgate London EC2N 3BD T: +44 (0)20 7578 7000 F: +44 (0)20 7578 7002 www.benfieldgroup.com