



Oil Lease Operators Pollution

Paydirt and pain lie below the ground

While the payoff from a successful well can be great, so can the cost of an uncovered pollution loss. Standard Commercial General Liability policies do not provide complete protection for environmental losses.

While many carriers will provide coverage for pollution events that happen with certain time limits, this can expose an operator and/or non-operator to a severe pollution loss from allegations of polluting a third party's water supply or creating air pollution through well site emissions of methane and benzene (*Parr vs. Aruba*). In recent months, the courts have even further narrowed coverage under the CGL through various rulings. Furthermore, the CGL policy does not extend coverage for pollution losses from third-party transporters or disposal sites.

Towerstone has developed a pollution insurance product focused on the risks associated with oil and gas exploration and development. We understand exploration pollution risk, contractual relationships, common law and regulatory compliance requirements and how to manage those issues. We also know how to showcase your risk mitigation to the underwriting markets. Expert help can protect you and your client from pollution losses.

Towerstone has more than 40 years of experience and expertise in the environmental marketplace. We support you by reviewing your existing policies and assisting you with the placement of the correct pollution policy for your client's protection.

MARKET SUMMARY

Limits:	Up to \$25,000,000 in a single market capacity
Deductibles:	As low as \$100,000
Minimum Premium:	\$25,000
A.M. Best Rating:	A (Excellent), VII or better
Policy Enhancements:	Specialty endorsements to modify coverage extensions specifically for oil and gas exploration and production operations

Towerstone's environmental practice works with independent agents and brokers throughout the USA. Our insurance professionals can provide market access and environmental and energy industry expertise to assist you in the placement and servicing of your energy clients.

In addition to operating under a surplus lines license, Towerstone also works with admitted companies to provide a complete insurance coverage program.

Towerstone's Energy Practice is a part of Towerstone, Inc. We have a dedicated staff of 50 people, solely focused on all aspects of the upstream and midstream energy sectors.

More at www.towerstonecorp.com.