

CALIFORNIA  
COVID-19 PREMIUM REFUNDS, CREDITS  
AND REDUCTIONS REPORT

**BERKLEY INSURANCE COMPANY**

Attachment to Explanatory Memorandum

**[I] If your company writes in any lines of insurance specified in Bulletin 2020-3 and has determined no refunds are necessary, please explain and provide any relevant documents.**

**Responses for question #: 2a.**

RESPONSE:

The Company writes professional liability and excess professional liability coverage in California, which varies by industry focus. The Company's professional liability insureds generally have not experienced a significant impact from COVID-19, and in many cases measures of risk have increased.

- The Company's technology-focused programs have not been substantially affected as technology firms have maintained or increased operations.
- Measures of risk in directors' and officers' liability, employment practices liability, financial liability and similar programs have increased.
- Professional liability insurance for lawyers and accountants have not been substantially impacted, as operations generally have continued and measures of risk have not been significantly affected.
- Many of the Company's professional liability programs are written on a claims-made basis, and therefore, COVID-19 has not impacted claims activity during the relevant period.
- Professional liability programs focused on the healthcare industry (non-Medical Malpractice) have experienced an increase in activity and measures of risk.
- The Company's cyber liability exposures are expected to rise due to increases in malware attacks and other risks, as well as increases in other measures of exposure such as corporate governance, network security and management controls.

**[II] If your company writes in one of the lines specified in Bulletin 2020-3 and has issued refunds for your policyholders, please explain all actions taken to date to refund premium in response to or consistent with this Bulletin.**

**Please include California-specific information and an explanation and justification for the amount, effective date, and duration of any premium refund, and how those measures reflect the actual or expected reduction of exposure to loss.**

**Please provide any relevant documents.**

**Responses for question #: 2b, 4, and 5.**

RESPONSE: N/A