

**PROGRAM DIVISION
BULLETIN**

2006-03

January 6, 2006

OFAC Coverage Territory Endorsement

Previously, an OFAC endorsement was only attached to insured risks whose coverage territory was worldwide. We are now expanding the application of this endorsement to include all coverage territories. The OFAC provisions apply in the U.S. as well as sanctioned countries where our insured does not have a special license to operate, i.e. if a person on the OFAC list is hurt in the U.S., we can not pay the claim.

This endorsement will replace any OFAC endorsements previously used.

Begin using the attached endorsement effective January 1, 2006 with all lines of business except Workers Compensation.

The endorsement is not available on Coverall at this time and will need to be manually attached but should be in the 02-17-06 release and will then be attached automatically.

This endorsement should be used for all admitted companies in all states except Connecticut, Texas and Virginia. Continue the use of the current endorsement in these states.

It may be used in all states for non-admitted companies.

Please contact your Program Manager with any questions.

THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.

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**LEXINGTON INSURANCE COMPANY
PROGRAM DIVISION**

100 Summer Street/19th Floor, Boston, MA 02110
phone 617-330-1100 / fax 617-330-8595

ENDORSEMENT #

This endorsement, effective 12:01 A.M.

forms a part of Policy

No.

issued to

by

COVERAGE TERRITORY ENDORSEMENT

This endorsement modifies insurance provided under the following:

Payment of loss under this policy shall only be made in full compliance with all United States of America economic or trade sanction laws or regulations, including, but not limited to, sanctions, laws and regulations administered and enforced by the U.S. Treasury Department's Office of Foreign Assets Control ("OFAC").

AUTHORIZED REPRESENTATIVE