

Insurance Challenges in the Water Disposal Space that Could Impact CO₂ Storage

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- Market Challenges – Only a few Carriers write in this space
- Pricing by Line of Coverage:
 - Property & Equipment – Large Increases, Limited Carriers, Large Deductibles
 - General Liability – Average Rate increase around 15% per year
 - Automobile – The most difficult of Market Conditions and Pricing
 - Umbrella – Limited Capacity with large increases based on operations
- Underwriting Concerns and Claims Trends
 - Lightning – Property Losses and Subsequent Pollution Losses
 - Pollution – Site oriented losses are on the rise due to spills and leaks
 - Bodily Injury – Claims being brought by Sub-Contractors on Well Location
 - Seismic – Most Carriers are limiting coverage or excluding coverage
 - Cross Contamination – New Exposure for Carriers – Most events lead to Lawsuits
- Underwriting Discussions Surrounding CO₂ Storage