



New Energy Risk's warranty backstops are designed to support the commercialization and rapid scaling of the technology required to support the energy transition and circular economy. Warranty backstops allow providers of novel technology to offer fully bankable warranties benefiting from the investment-grade balance sheet of a global insurer, and to manage their own warranty liabilities.

Summary

The warranty backstop provides indemnification to the buyer in the case of a default by the seller on their obligations under the warranty following a warranty claim. Coverage may apply to a single purchase or to equipment sold during a defined sales period. The buyer is provided with a certificate of insurance evidencing their coverage. Coverage is also available to seller for excess warranty costs.

Our Process

New Energy Risk applies its technical and actuarial expertise to transfer technical risk to the insurance markets, enhancing warranty creditworthiness and delivering strong counterparty support for technology providers and their customers. Technology providers utilizing performance insurance are often able to avoid onerous collateral requirements such as letters of credit or bonding, and maximize competitiveness with a bankable warranty.

Insurable Risks

- Defective technology, process or design
- Defective materials or premature ageing
- Construction and fabrication workmanship
- Default of the original equipment manufacturer
- Excessive material ageing

Policy Features

Flexible terms, including:

- Up to 15 years' coverage matching the warranty period
- Coverage stands behind the remedies under warranty
- Non-cancellable or renewal-based policy
- Full limit available for any root cause event
- Loss paid directly to buyer

Limits

- Starting at \$10M aggregate limit
- Up to 100% of the purchase price of the equipment
- Supported by a consortium of A-rated insurers



ABOUT NEW ENERGY RISK

New Energy Risk is a pioneer of large-scale, breakthrough technology performance insurance solutions. The company provides complex risk assessment and serves as a bridge between technology innovators, financiers, and insurers. Insurance policies are administered through New Energy Risk affiliate, Complex Risk and Insurance Associates, LLC, CA License #0124307.