

2022 DCL & SBCL Endorsement

POLICY REVISIONS

In addition to the December 2021 guidance on upcoming changes to the [Multi-Buyer policy wording](#), the following is a summary of key updates to the DCL and SBCL endorsements, effective March 1, 2022.

01

DCL ENDORSEMENT:

Section A, Paragraph 4

(Previously Paragraph 3)

This paragraph has been revised to change the thresholds for using the DCL from > \$2,000 to \geq \$10,000, and from > 90 days to > 60 days past due.

In cases where there is a dispute and the insured acknowledges the dispute, the endorsement now says that acknowledgement must be in writing.

02

DCL ENDORSEMENT:

Section A, Paragraph 7

(Previously Paragraph 6)

This paragraph has been revised to specify that at the time of a claim the insured will be required to submit the preceding one-year's ledger experience with the buyer. This aligns with EXIM's current practice.

03

DCL ENDORSEMENT:

New Section A, Paragraph 3

Section 406 of EXIM's amended Charter places restrictions on EXIM's ability to support transactions involving parties on the [EXIM Convicted Parties List](#). This new Paragraph 3 states that the insured may not use their DCL for buyers (includes issuing banks for letter of credit transactions) that are on Part 1 of the list and must get EXIM's prior written approval if the buyer is on Part 2 of the list.

04

DCL ENDORSEMENT:

Section D, Paragraph 1*(Extending Credit to Buyers Under Discretionary Credit Limits)*

This paragraph has been revised to change the DCL ledger experience thresholds from \$2,000 to \geq \$10,000, and from 90 days to > 60 days.

05

SBCL ENDORSEMENT:

Paragraph 5*(Overdue Amounts)*

This paragraph has been revised to change the thresholds for using the SBCL from > \$2,000 to \geq \$10,000, and from > 90 days to > 60 days past due.

In cases where there is a dispute and the insured acknowledges the dispute, the endorsement now says that acknowledgement must be in writing.



This is a descriptive summary to be used only as a general introductory reference tool. The complete terms and conditions of the policy are set forth in the policy text, applications, and endorsements.