

IN ILLINOIS, CYBER COVERAGE TYPICALLY PROVIDES PROTECTION FOR RISKS RELATED TO DATA BREACHES, CYBERATTACKS, OR OTHER DIGITAL THREATS. IT IS OFTEN DIVIDED INTO FIRST-PARTY AND THIRD-PARTY COVERAGE:

FIRST-PARTY COVERAGE

THIS PROTECTS YOUR BUSINESS DIRECTLY WHEN IT SUFFERS FROM A CYBER EVENT. IT COVERS COSTS LIKE:

- *DATA RECOVERY: RESTORING LOST OR CORRUPTED DATA.*
- *BUSINESS INTERRUPTION: INCOME LOSS DUE TO DOWNTIME CAUSED BY A CYBERATTACK.*
- *NOTIFICATION EXPENSES: INFORMING CUSTOMERS ABOUT A DATA BREACH.*
- *EXTORTION PAYMENTS: IF HACKERS DEMAND A RANSOM (E.G., RANSOMWARE ATTACKS).*
- *CRISIS MANAGEMENT: PUBLIC RELATIONS AND LEGAL HELP TO HANDLE THE AFTERMATH.*

THIRD-PARTY COVERAGE

THIS PROTECTS YOUR BUSINESS FROM CLAIMS BY OTHERS IF THEIR DATA OR SYSTEMS ARE AFFECTED BECAUSE OF YOUR BUSINESS'S CYBER EVENT. IT INCLUDES:

- *LIABILITY CLAIMS: IF YOU'RE SUED FOR EXPOSING SOMEONE'S DATA.*
- *REGULATORY FINES AND PENALTIES: FROM LAWS LIKE ILLINOIS' BIOMETRIC INFORMATION PRIVACY ACT (BIPA).*
- *LEGAL DEFENSE COSTS: FOR LAWSUITS RELATED TO A BREACH.*

IN SIMPLE TERMS:

- *FIRST-PARTY = YOUR OWN LOSSES.*
- *THIRD-PARTY = SOMEONE ELSE'S LOSSES YOU ARE RESPONSIBLE FOR.*

Disclaimer:

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