

Office of the Commissioner
MAJOR LEAGUE BASEBALL



December 12, 2002

Sent via facsimile

All 2002 approved bat suppliers:

INSURANCE REQUIREMENTS. The following are the minimum insurance requirements for a bat supplier ("Supplier") seeking approval from the Office of the Commissioner of Baseball for professional play:

Supplier must obtain, and continuously maintain, at its own expense, the following insurance policies:

1. An Insurance Services Office occurrence-based Commercial General Liability Insurance Policy, ("CGL Policy") including contractual liability and products/completed operations liability coverage with minimum limits of:

\$1 million Each Occurrence;
\$2 million General Aggregate; and
\$2 million Products/Completed Operations Aggregate.

2. Umbrella Liability Insurance, in excess of such CGL Policy, with minimum limits of:

\$10,000,000 Each Occurrence; and
\$10,000,000 General Aggregate.

All insurance policies must be issued by an admitted insurance carrier with an A.M. Best rating of A-8 or better. Major League Club, the Office of the Commissioner of baseball or any other Major League Baseball-related entity or group or any of their respective owners, shareholders, directors, officers, employees, agents, representatives, successors or assigns (collectively "MLB entities and Individuals") must be named as Additional Insureds under all policies. All policies must contain a Cross Liability endorsement, or its equivalent. Further, coverage for the Additional Insureds shall apply on a primary basis irrespective of any other insurance, whether collectible or not. All policies shall be endorsed to provide that in the event of cancellation, non-renewal or material modification Office of the Commissioner of Baseball shall receive thirty (30) days written notice thereof. Supplier shall furnish Office of the Commissioner of Baseball with certificates of insurance evidencing compliance with all insurance provisions noted above prior to the commencement of the agreement and annually prior to the expiration of each required insurance policy.

Sincerely,

Roy H. Krasik
Senior Director, Major League Operations