



Revised and Effective  
December 15, 2025

## CORSIA ELIGIBLE LABEL INSURANCE POLICY CRITERIA

1. Insurance policies must include an undertaking by the issuer to provide either:
  - a. Verified Carbon Units (VCUs), or other CORSIA Eligible Emissions Units (EEUs) labelled and issued by a crediting program approved by Verra, for cancellation that are eligible for the same CORSIA compliance period as the affected VCUs, and equal to the number of affected VCUs; or
  - b. A payment sufficient to procure the amount of VCUs or other EEUs described in 1(a) above for cancellation, with market values benchmarked against futures reference prices for such VCUs or EEUs.
2. The insurance coverage provided to the insurance holder must have a minimum liability coverage that is not less than thirty percent (30%) above the aggregate market value of the CORSIA-eligible labelled VCUs covered by the insurance policy, to accommodate fluctuations in market prices between the relevant BTR deadline for affected VCUs and the date on which compensation becomes payable.
3. Insurance policies must be capable of being triggered by a demand notice upon the occurrence of any event defined in Verra's CORSIA Label Guidance and/or CORSIA Accounting Representation Deed that requires compensation to be provided, including demand notices received during the claim period.
4. Insurance policies must not have exclusions for non-discriminative actions by host countries.
5. Claims must be settled as soon as possible after occurrence of Compensation Trigger Date under the CORSIA Accounting Representation Deed and not later than six months in the case of providing VCUs/EEUs (criterion 1(a) above) and three months in the case of providing payment (criterion 1(b) above).

6. The insurance policy claim period must be valid until at least two years after the applicable deadline for the host country to submit its next biennial transparency report (BTR) under Article 13 of the Paris Agreement following the first transfer event of the relevant VCUs, and should not contain a period for notification of covered event shorter than the claim period.
7. Insurance policies must identify Verra as the loss payee. To the extent the insurance policy's payout is in the form of VCUs/EEUs, the insurance policy should enable or carry out the cancellation described in criterion 1 in any event that the loss payee is unable to receive VCUs/EEUs and/or carry out the cancellation, for example, through appointing a third-party administrator to obtain VCUs/EEUs and perform the cancellation.
8. Insurance policies must be valid and enforceable in the jurisdiction in which the insured entity is domiciled and shall not lead to the violation of any applicable law.
9. Verra must not become liable, under any circumstances, for the costs of obtaining or maintaining the insurance or undertaking the cancellation of VCUs/EEUs.
10. The insurance provider must be sufficiently creditworthy with a high credit rating and must be unaffiliated with the host country or project proponent. Insurance providers owned or controlled by, or sharing a credit rating with, the host country or project proponent are not eligible.
11. The insurance provider must enter an information sharing agreement with Verra committing to periodically provide information to be agreed, and amended from time to time, regarding at minimum:
  - a. A list of all VCUs covered by each insurance product and all relevant terms of such coverage, including the term of the insurance, insured amount per VCU for insurance policies that provide a financial payment, etc.;
  - b. Timely notification of any change or lapse in coverage;
  - c. Timely notification of any claim made for VCUs/EEUs covered under the insurance;
  - d. Ability of Verra to send demand notices, at its sole discretion, to the insurer.
12. Insurance policies must be in the English language.

Eligible insurance policies include those provided by private firms, civil society organizations, or other organizations. Guarantees provided by the Multilateral Investment Guarantee Agency (MIGA) shall be assessed for equivalence with Verra's CORSIA insurance criteria.