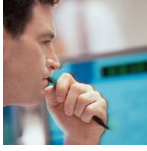


Financial Institution Loss Scenarios from Chubb



Unauthorized Trade

COVERAGE SECTION	Investment Advisors Errors & Omissions Liability
Cause of action	Negligence
Type of organization	Investment Adviser
Number of employees	Under 50

DESCRIPTION OF EVENT

A claimant alleged that several unauthorized trades were processed from his accounts through the adviser totaling over \$250,000. The claimant sought to have his accounts reinstated as if the unauthorized transactions did not occur. Additionally, the claimant sought the increase that his stocks would have earned during the rise in the market during that period.

RESOLUTION

The claim settled out of court for over \$200,000.



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Could this happen to your organization? Contact your trusted Chubb agent or broker.

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Loss scenarios are hypothetical in nature and for illustrative purposes only. Whether or not or to what extent a particular loss is covered depends on the facts and circumstances of the loss and the terms, conditions, and endorsements of the policy as issued. It is impossible to state in the abstract whether the policy would necessarily provide coverage in any given situation. Consult your agent, broker, or other expert.

4/2007