

IB Engagement Insurance: Deal By Deal Protection for Investment Banks



HIGHLIGHTS

As litigation against investment banks has grown increasingly complex and costly, errors and omissions (E&O) insurance has become scarce. Investment banks often have to settle for high attachments or deductibles and narrow terms and conditions that leave their operations and professionals exposed to substantial risk.

Now, AIG Executive LiabilitySM, the country's leading directors and officers (D&O) and E&O carrier, offers Investment Banking Engagement E&O Insurance (IBEI). IBEI is a new approach to professional liability insurance allowing investment banks and their professionals to secure the transaction-based E&O protection necessary in today's litigious environment.

COVERAGE HIGHLIGHTS

- ▲ IBEI provides coverage for E&O claims arising from professional services performed in connection with a specific transaction.
- ▲ Coverage can be crafted for virtually any type of investment banking engagement, including raising equity and debt in the capital markets and providing advisory services for mergers, acquisitions and other types of financial transactions.
- ▲ Subject to the policy terms and conditions, this transaction-based approach enables investment banks to secure fully-customized coverage that advances defense costs.
- ▲ Expanded protection available for individuals named in a covered claim, including:
 - ✓ the policy's retention is waived if the investment bank is financially insolvent.
 - ✓ applicability of the fraud exclusion is limited to situations where there has been a judgment, final adjudication or alternative dispute resolution regarding the fraudulent conduct.
- ▲ Limits of up to \$25 million are available.

**ADDITIONAL
COVERAGE FEATURES**



EXPERT UNDERWRITING, CLAIM AND LITIGATION MANAGEMENT

IBEI is underwritten by the specialists at AIG Executive Liability's Financial Institutions Group, which has been providing professional liability solutions for investment banks and other financial institutions for over 30 years.

In the event of a claim, policyholders have the benefit of AIG Executive Liability's financial institutions claim specialists and experienced litigation management resources, including AIG Executive Liability's Panel Counsel, which is comprised of some of the nation's leading securities litigation defense firms.

For more information, contact your broker or local AIG Executive Liability office. You can also e-mail executiveliability@aig.com or visit www.aigexecutiveliability.com.

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