

**TRAVELERS**

Investment management insurance (IMI)

Protection For Investment Managers And Their Funds Against
Claims For Mismanagement And Professional Negligence

Travelers Investment Management Insurance (IMI) protects investment managers and fund directors against professional and managerial liabilities. The policy provides Professional Indemnity Insurance and Directors & Officers Insurance as well as an option to add Crime Insurance.

Purchasing a Travelers IMI policy will protect policyholders from perils such as:

- Errors and omissions
- Misrepresentation and misstatements
- Breach of duty
- Breach of investment mandate
- Negligent investment decisions
- Negligent management / board decisions
- Defence costs
- Fraud or dishonesty

Benefits of cover

As well as the above, Travelers' Investment Management Insurance coverage has the

following benefits:

- Additional ring-fenced cover for individual directors in the event of policy limit erosion
- Key person costs coverage - in the event of loss or incapacity of an important executive
- Extradition defence costs
- Loss mitigation cover - explicit cover to allow fast unwinding of an error without the need for underwriter permission, including a payment under UCITS IV strict liability rules
- Costs for attendance at official investigations - covers fees and expenses arising from attendance at an official investigation
- Automatic new outside board positions cover
- Automatic new fund cover - provides automatic cover for any new fund launches
- AIFMD compliant cover for limited perils in The Directive and reintstateable cover for the AIFM

Claims case studies

- An industry wide investigation into the selling of split capital investment products leads to hundreds of millions of pounds of compensation, a significant proportion of which was insured
- Mis-selling of mutual fund products after regulated trading hours leads to multi-million dollar settlements and defence cost payments
- Negligent mismanagement of pension funds by fund manager leads to seven figure insured settlement
- Funds marketed as low risk investments breach their mandate by becoming over-exposed to specific bonds affected by the credit crunch
- Spurious claim by an investor regarding negligent under-performance resulting in large sums spent on defence costs.

Travelers can provide limits of indemnity up to a maximum of GBP 10 million, USD 15 million or EUR 10 million in the aggregate.

Contact your local Travelers representative to find out more or visit travelers.co.uk/travelers.ie

About Travelers

The Travelers Companies, Inc. is a leading provider of property liability insurance for motor, home and business. The group has more than 30,000 employees and operations in the United States, Canada, UK and Ireland and generated revenues of approximately USD\$32 billion in 2019.

Our Europe based operations offer our customers a wide range of coverage through Travelers Insurance Company Limited; Travelers Syndicate Management Limited (Syndicate 5000), which trades on the Lloyd's market, Travelers Underwriting Agency Limited; and Travelers Insurance Designated Activity Company (Travelers Insurance DAC).

About the team

Set up in 2008, the UK Financial Institutions team provides a full range of financial lines insurance products to clients that include many of the world's leading hedge funds. Offering Professional Indemnity, Directors' & Officers' Liability and Crime Insurance to both hedge funds and their managers, Travelers Insurance Company's range of market leading fund management insurance products can be tailored to suit a diverse range of business requirements.

An expert team of IMC qualified underwriters is supported by a highly experienced and qualified in-house claims team so clients can expect the very best service, claims representation and risk management guidance across the lifetime of the policy.

The team benefits from a dual platform, enabling it to write business both on behalf of Travelers Insurance Company Limited and Travelers Syndicate Management Limited (Syndicate 5000) through the internationally renowned platform of the Lloyd's insurance market.

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Travelers operates through several underwriting entities through the UK and across Europe. Please consult your policy documentation or visit the websites below for full information.