

# SUMMARY OF INSURANCE FOR INVESTMENT ADVISORS AND BROKER DEALERS OFFERED BY LIFTMAN INSURANCE

## CYBER SECURITY LIABILITY INCLUDING RANSOM EXTORTION

Coverage options can include protection in the event of a data breach involving lost or stolen information, costs associated with a data breach, extortion, notification costs, credit monitoring, incident evaluation, breach consultation, financial liability and legal costs, regulatory fines and penalties, public relations expenses, data forensic expenses and business interruption costs.

### About Liftman Insurance

*Investment advisors, mutual funds, hedge funds and securities broker dealers rely on Liftman Insurance to obtain broad coverage at competitive premiums. The Liftman agency represents over 30 of the top insurers.*

*To see how you can benefit from our vast experience and commitment to client satisfaction call 617.439.9595 ext. 1 today to consult with one of our experienced insurance professionals or visit us at [www.liftman.com](http://www.liftman.com) for more information and applications.*



ESTABLISHED 1957

**THEODORE LIFTMAN INSURANCE, INC.**  
FINANCIAL INSURANCE

[www.liftman.com](http://www.liftman.com)



### Errors & Omissions Liability Insurance (Professional Liability Insurance)

Errors & Omissions (Professional Liability Insurance) protects the firm, general partners, its directors, officers and employees in the event they are sued by clients for any actual or alleged negligent act, error or omission or breach of fiduciary duty committed in the scope of performing their professional services. Coverage includes defense costs even when allegations are baseless.

### Directors & Officers Liability Insurance (D&O Insurance)

Directors & Officers Liability Insurance provides coverage to directors and officers for claims from errors in judgement, breach of duty and alleged wrongful acts related to the firm's activities. Since a director can be held personally responsible, most directors and officers require D&O insurance to protect their personal assets and to provide defense costs and damages for claims brought by regulatory authorities, competitors and others.

### Crime (Fidelity Bonds) and Fraudulent Transfers

Crime Insurance (Fidelity Bonds) covers losses from criminal acts such as employee theft, forgery and computer fraud which can be broadened to include claims from funds transfer fraud to the firm and its clients' accounts. Coverage is available to Investment Advisors, Broker Dealers and Investment Companies.

### STAMP and SEMP Bonds

Issuers of securities, transfer agents and others rely upon the signature guarantee program for the transfer of securities.

STAMP (Securities Transfer Agents Medallion Program) and SEMP (Stock Exchange Medallion Program) Surety Bonds are signature guarantee bonds that protect against stock transfer fraud.

### State Surety Bonds

Some states require Investment Professionals to obtain a State Surety Bond to do business in that state.

### ERISA Bonds

Every fiduciary responsible for managing pension, profit sharing or thrift plans that "handle" the assets of these plans is required to obtain an ERISA bond under section 412(a) of the Employee Retirement Income Security Act of 1974 (ERISA). The bond protects the assets of a client's employee benefit plan from fraudulent activity by the fiduciary. ERISA bonds for in-house plans are also available.

### Employment Practices Liability Insurance (EPLI)

Employment Practices Liability Insurance (EPLI) addresses claims made by employees, former employees or potential employees concerning discrimination (age, sex, race, disability), wrongful termination, sexual harassment, and other employment-related allegations.

All coverage subject to policy terms and conditions.

175 FEDERAL STREET, BOSTON, MASSACHUSETTS 02110  
TELEPHONE: 617.439.9595 FAX: 617.439.3099 MARK@LIFTMAN.COM

Liftman Insurance Agency (NY, CA) Liftman Insurance Agency Co (NC)  
© Theodore Liftman Insurance, Inc. 2021. All rights reserved.



G121-1/21