



Kidnap/Ransom and Extortion Insurance

*From American Bar Insurance Plans Consultants, Inc. (ABI)
and Chubb*

Could your law firm be targeted for kidnapping or extortion?

In today's world, law firms face unique and occasionally dangerous exposures. It isn't unusual for a lawyer to be the target of a threat. Ordinarily, such threats are inconsequential and never amount to anything. But occasionally a kidnapping or extortion threat is carried out, jeopardizing the personal safety of lawyers, clients, witnesses, law firm staff, family members of partners and employees, and even the general public. Such crises can also have a potentially devastating impact on the law firm's computer systems and records in the event of a cyber threat, not to mention on the firm's bottom line.

How does a law firm react when:

- A partner traveling on business abroad is abducted and held for ransom?
- A disgruntled ex-client says he'll harm a firm employee unless a substantial sum of money is paid?
- A hacker demands money from the firm in exchange for stolen client data?

Any firm can be a kidnapping or extortion target. Fortunately, professional assistance before, during, and after a kidnapping or extortion threat can result in a safe and successful outcome.

That's why the American Bar Insurance Plans Consultants, Inc. (ABI), sponsors Chubb's Kidnap/Ransom and Extortion Insurance policy for its American Bar Association (ABA) member law firms. An industry leader in kidnap/ransom and extortion insurance, Chubb believes firms need to prepare for the possibility of threats to their employees and offices. With this in mind, Chubb has designed comprehensive insurance coverage to provide protection for the firm's physical assets, as well as to provide the resources to protect or retrieve the firm's employees or family members in the event of a kidnapping or extortion threat.



CHUBB PROFESSIONAL

Chubb Group of Insurance Companies



In addition to insurance coverage, Chubb offers customers access to the crisis management expertise of The Ackerman Group, Inc., which specializes in responding to kidnapping or extortion events in the United States and around the world. The Ackerman Group also offers essential Web-based information services for global business travelers. Together in partnership, Chubb and The Ackerman Group give the highest priority to the safe retrieval of hostages.

COVERAGE FEATURES

Chubb's Kidnap/Ransom and Extortion Insurance protection features include:



- Kidnap/ransom coverage reimburses the insured law firm for ransom payments made as the result of an actual or alleged kidnapping.
 - Extortion coverage reimburses extortion payments the insured firm makes triggered by extortion threats to property and employees, as well as cyber threats.
 - Insured employees include employees, partners, principals, members, and of counsel attorneys of the firm, and insured persons include clients on the firm's premises or while traveling in a vehicle with an employee of the firm.
 - Ransom delivery coverage insures the conveyance of money or other property used to pay a ransom or extortion demand.
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- Additional reasonable expenses incurred when handling a kidnap/ransom or extortion crisis are covered, including fees of independent negotiators; access to an independent public relations firm; interest costs incurred for loans taken to fund a ransom or extortion payment; reward payments to informants; salaries of abducted employees; consequential personal financial loss of abducted employees; and reasonable medical, cosmetic, psychiatric, and dental expenses of abducted employees.
 - Legal liability coverage applies to defense costs and indemnification for a judgment in the event of a lawsuit alleging negligence on the part of the insured law firm in a hostage retrieval or as a result of an extortion threat to do bodily harm to an insured person.
 - Political threat coverage reimburses expenses incurred when an employee or a relative of an employee is wrongfully detained by a government, or with a government's approval, or by a terrorist group.
 - Accidental death and dismemberment coverage is available.

CRISIS MANAGEMENT EXPERTISE: THE ACKERMAN GROUP

In the event of a kidnapping or extortion threat, the insured law firm has access to the talents and resources of The Ackerman Group, one of the world's preeminent independent international security consulting firms with expertise in handling kidnapping and extortion crises.

The Ackerman Group can handle any aspect of a hostage recovery, including negotiating, coordinating with law enforcement agencies, briefing of hostage families, and converting, protecting, and delivering ransom funds. The Ackerman Group responds to a crisis immediately, providing expert advice and recommendations while taking direction from the insured law firm—with the objective of ensuring that any hostages are released as quickly as possible or, in the case of extortion, that firm assets are protected.

The Ackerman Group's experience in handling crises and providing specialized corporate international travel services is unparalleled in the insurance industry. Chubb has partnered successfully with The Ackerman Group for nearly 25 years.

DON'T TAKE A CHANCE

Nothing can prepare a law firm for negotiating with kidnapers or extortionists. Should the unthinkable happen, a targeted firm must be ready to respond.

For more information, please contact your trusted insurance agent or broker, or email csi-info@chubb.com. Additional information may be found on our Web site at <http://csi.chubb.com>.

Chubb offers the following professional liability products:

- ABA Employers EdgeSM
Employment Practices Liability for Law Firms*
- Accountants Professional Liability*
- Employed Lawyers Professional Liability*
- Lawyers Professional Liability*
- Miscellaneous Professional Liability*
- Multimedia Liability*
- NewsMediaSM Liability*
- Professional Firms Employment Practices Liability*
- Professional Firms Fidelity and Kidnap/Ransom and Extortion*
- Professional Firms Management Liability*
- Representations and Warranties Liability*
- SafetyNetSM Internet Liability*
- Tax Liability*



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For promotional purposes, Chubb refers to the member insurers of the Chubb Group of Insurance Companies underwriting coverage: Chubb Insurance Company of Europe, S.A.; Chubb Insurance Company of Australia, Limited; Chubb Indemnity Insurance Company; Chubb Insurance Company of Canada; Chubb Argentina de Seguros, S.A.; Chubb do Brasil Companhia de Seguros; Chubb de Chile Compañía de Seguros Generales, A.S.; Chubb de Colombia Compañía de Seguros, S.A.; Chubb de Mexico Compañía Afanzadora, S.A. de C.V.; Chubb National Insurance Company; Federal Insurance Company; Great Northern Insurance Company; Northwestern Pacific Indemnity Company; Pacific Indemnity Company; Vigilant Insurance Company; Executive Risk Indemnity Inc.; Executive Risk Specialty Insurance Company; and Quadrant Indemnity Company. Not all insurers do business in all jurisdictions.

This literature is descriptive 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 and conditions of the policy as issued. Claims examples are based on actual cases, composites of actual cases, or hypothetical situations. Actual coverage is subject to the language of the policies as issued.

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