



UNDERWRITTEN IN FEDERAL INSURANCE COMPANY OR VIGILANT INSURANCE COMPANY

FOREFRONT BY CHUBB FOR BANKS WILL COVER ONLY CLAIMS FIRST MADE AGAINST THE INSURED DURING THE POLICY PERIOD. THE LIMITS OF LIABILITY MAY BE COMPLETELY EXHAUSTED BY THE COST OF LEGAL DEFENSE. ANY DEDUCTIBLE IS SIMILARLY REDUCED AND MAY BE EXHAUSTED BY DEFENSE COSTS.

A. GENERAL INFORMATION

1. a. Name of Applicant _____
- b. Address of Applicant: _____
- c. Date Applicant Established: _____
- d. Number of Employees _____
2. Name of Agent and Agent's License Number: _____
3. Limits Requested: \$ _____
4. Deductible Amounts:
- | | | | |
|-------------------------------------|------------------------------|-----------------------------|----------|
| a. Employment Practices Liability | Included | \$ | _____ |
| b. Directors and Officers Liability | Included | \$ | _____ |
| c. Outside Directors Liability | Included | \$ | _____ |
| d. Fiduciary Liability | Included | \$ | _____ |
| e. Bankers Professional Liability | ☐ YES | ☐ NO | \$ _____ |
| f. Lender Liability | ☐ YES | ☐ NO | \$ _____ |
5. Common Stock:
- a. Number of shareholders _____ b. Number of shares outstanding _____
- c. Name and percentage of shares owned by shareholders directly or beneficially holding 5% or more of the common stock (if none, so indicate).

- d. Are there any other securities which are convertible to common stock? ☐ YES ☐ NO

If Yes, please provide, on a separate sheet, full details.

B. EMPLOYMENT PRACTICES INFORMATION

1. Does the proposed Applicant:
- a. Distribute an employee handbook to all employees? ☐ YES ☐ NO

If No, please explain

- b. Have a manual of its human resource procedures? ☐ YES ☐ NO

If Yes, indicate the date it was last revised

- c. Provide formal training for its supervisors in administering these procedures? ☐ YES ☐ NO

- d. Have a written policy against discrimination, including sexual harassment? ☐ YES ☐ NO

If Yes, how is it communicated to employees?

- e. Have a written grievance procedure for dealing with employee grievances? ☐ YES ☐ NO

- f. Use any tests (e.g. psychological, drug, polygraph, etc.) for screening applicants or for continued employment? ☐ YES ☐ NO

If Yes, please provide, on a separate sheet, full details.

- g. Use an employment application for all applicants? ☐ YES ☐ NO

If No, please explain

2. Who has the authority to hire employees? _____

3. Who has the authority to fire employees? _____

C. EMPLOYEE BENEFIT PLAN INFORMATION

1. Names of Employee Benefit Plans of the Applicant:

2. Investment Managers: _____

3. Does the investment manager(s) have discretionary control over the investing of the total plan assets? ☐ YES ☐ NO

4. Do you handle any investment decisions in house for the plans listed above? ☐ YES ☐ NO

If Yes, please describe

5. In the past three (3) years, have any of the Applicant's plans been merged? ☐ YES ☐ NO

If Yes, please provide, on a separate sheet, full details.

6. In the past three (3) years, have any of the Applicant's plans been terminated? ☐ YES ☐ NO

If Yes, please provide, on a separate sheet, full details.

7. Do the plans conform to the standards of eligibility, participation, vesting and other provisions of ERISA? ☐ YES ☐ NO

8. Have the plans been reviewed to assure that there are no violations of any plan trust agreements, prohibited transactions or party-in interest rules? ☐ YES ☐ NO
9. Do you have any outstanding delinquent contributions to any plans? ☐ YES ☐ NO
10. Does the Applicant have an ESOP? ☐ YES ☐ NO

D. PROFESSIONAL SERVICES INFORMATION
(Complete only if requesting Bankers Professional Liability Coverage)

1. Is the Applicant or any Subsidiary currently offering or planning to offer any of the following services?

- | | | |
|--|------------------------------|-----------------------------|
| a. Actuarial Services | ☐ YES | ☐ NO |
| b. Appraisal Services | ☐ YES | ☐ NO |
| c. Data Processing Services | ☐ YES | ☐ NO |
| d. Discount Brokerage Services | ☐ YES | ☐ NO |
| e. Insurance Agent/Agency | ☐ YES | ☐ NO |
| f. Investment Advisor/Counselor/Manager | ☐ YES | ☐ NO |
| g. Lending or Leasing Services | ☐ YES | ☐ NO |
| h. Real Estate Agent/Agency/Manager | ☐ YES | ☐ NO |
| i. Real Estate Investment Trust Advisory | ☐ YES | ☐ NO |
| j. Security Broker/Dealer | ☐ YES | ☐ NO |
| k. Travel Agent/Agency | ☐ YES | ☐ NO |
| l. Trust Department Services | ☐ YES | ☐ NO |
| m. Wire Transfer Services | ☐ YES | ☐ NO |
| n. Other Services? (please specify) | ☐ YES | ☐ NO |

2. With respect to Trust Department Accounts, please provide the following:

	No. of Accounts	Market Value of Assets	Managed/ Discretionary
a. Individual Trust Accounts	_____	_____	_____
b. ERISA	_____	_____	_____
c. ESOP	_____	_____	_____

3. Does the Applicant or any Subsidiary perform management or advisory functions with respect to closely-held businesses? ☐ YES ☐ NO
4. Does the Applicant or any Subsidiary control 5% or more of the stock of any corporation via its trust functions? ☐ YES ☐ NO

If Yes, please provide, on a separate sheet, details including the name of the corporation and the percentage.

5. Is the Applicant or any Subsidiary involved in the management or actual operation of any businesses? ☐ YES ☐ NO

If Yes, please provide, on a separate sheet, details including the name of the business managed and the type of business.

E. PAST ACTIVITIES

1. Has the Applicant or any Subsidiary been involved in any of the following in the past three (3) years, or has any director, officer or ERISA fiduciary been involved in any of the following at any time?

	<u>Organization</u>		<u>Persons</u>	
a. Antitrust, copyright or patent litigation?	☐ YES	☐ NO	☐ YES	☐ NO
b. Accused, found guilty or held liable or a breach of ERISA or similar law?	☐ YES	☐ NO	☐ YES	☐ NO
c. Any other criminal actions?	☐ YES	☐ NO	☐ YES	☐ NO
d. Received a cease and desist order from any regulatory agency?	☐ YES	☐ NO	☐ YES	☐ NO
e. Merger, acquisition, or divestment?	☐ YES	☐ NO	☐ YES	☐ NO
f. Any representative actions, class actions or derivative suits?	☐ YES	☐ NO	☐ YES	☐ NO
g. Civil, criminal or administrative proceeding alleging violation of any federal or state securities law?	☐ YES	☐ NO	☐ YES	☐ NO

If Yes to any of the above, please provide, on a separate sheet, full details.

2. Have any payments been made on behalf of any Applicant under any previous policy that provided insurance similar to that for which you are applying? ☐ YES ☐ NO

If Yes, please provide, on a separate sheet, full details.

3. Has the Applicant or any Subsidiary been involved within the last three (3) years, or contemplated in the next twelve (12) months:

a. Any actual or proposed merger, acquisition or divestment?	☐ YES	☐ NO
b. Any registration for a public offering or a private placement of securities?	☐ YES	☐ NO
c. Any layoffs, staff reductions or facility closings?	☐ YES	☐ NO
d. Any change in outside auditors?	☐ YES	☐ NO

If Yes to any of the above, please provide, on a separate sheet, full details.

4. Please attach a listing of all lawsuits, administrative proceedings or Department of Labor investigations commenced or demand letters received during the past three (3) years. Describe the type of allegation, the court or agency involved, and the current status for each, including any determination, judgment, defense costs or settlement.

F. PRIOR INSURANCE

1. Do you currently have:

<u>Coverage</u>	<u>Yes</u>	<u>No</u>	<u>Insurer</u>	<u>Limit</u>	<u>Deductible</u>	<u>Policy Period</u>
a. Employment Liability	☐	☐	_____	\$ _____	\$ _____	_____
b. Fiduciary Liability	☐	☐	_____	\$ _____	\$ _____	_____
c. D&O Liability	☐	☐	_____	\$ _____	\$ _____	_____
d. BPL	☐	☐	_____	\$ _____	\$ _____	_____
e. Trust E&O	☐	☐	_____	\$ _____	\$ _____	_____
f. Lender Liability	☐	☐	_____	\$ _____	\$ _____	_____
g. Financial Institution Bond	☐	☐	_____	\$ _____	\$ _____	_____

2. Attach a copy of the prior application (with any prior insurer) for which continuity of coverages is to be maintained. The Company will be relying upon the declarations and statements contained in such prior application and those declarations and statements shall be considered to be incorporated in, and form part of the Policy.

3. Has the Applicant or any Subsidiary given written notice under the provision of the policies listed above or any prior policies providing similar insurance of specific facts or circumstances which might give rise to a claim being made against the Applicant or any Subsidiary?

☐ YES ☐ NO

If Yes, please provide, on a separate sheet, full details.

G. PRIOR KNOWLEDGE

If you answered No to any coverage type in Section F., Prior Insurance, or you are requesting limits of liability for any coverage type larger than the limits set forth in Section F., Prior Insurance, the following statement must be completed:

No person proposed for coverage is aware of any facts or circumstances which he or she has reason to suppose might give rise to a future claim that would fall within the scope of any of the requested coverages for which you do not currently maintain insurance, or within the scope of a requested larger limit of liability except:

None ☐ or _____

It is understood and agreed that the above statement applies to (a) those coverages for which no coverage is currently maintained, and (b) for those coverages where the Applicant is requesting larger limits of liability greater than currently maintained.

It is understood and agreed that if knowledge of any such facts or circumstances exist, whether or not disclosed, any claim or action arising from them is excluded under any policy issued by the Company.

H. OTHER INFORMATION

Please attach the following information with this completed Application:

- a. Latest year audited financial statements or Directors' Exam.
- b. A list of your board of directors and their outside affiliations.
- c. Your most recent employee handbook.
- d. Your EEO-1 reports for the past three years.
- e. Your most recent C.P.A. management letter and response.
- f. Your most recent Call Report.
- g. Your most recently filed Form 5500 and the related schedules for all ERISA plans except health and welfare plans.

The undersigned person declares that to the best of his knowledge the statements set forth herein in all sections of this APPLICATION and in any attachments to this APPLICATION are true and correct, and that every reasonable effort has been made to obtain sufficient information from all persons proposed for this insurance to facilitate the proper and accurate completion of this APPLICATION. The undersigned further agree that, if between the date of this APPLICATION and the effective date of this Policy (1) any material change in the condition of the Applicant is discovered or (2) there is any material change in the answers to the questions contained herein, either of which would render this APPLICATION inaccurate or incomplete, notice of such change will be reported in writing to the Company immediately, and, if necessary, any outstanding quotation may be modified or withdrawn.

The signing of this APPLICATION does not bind the undersigned on behalf of the Applicant to purchase the insurance, but it is agreed by the Applicant and all persons proposed for this insurance that the particulars and statements contained in this APPLICATION and the attachments and materials submitted with this APPLICATION (which shall be retained on file by the Company and shall be deemed attached to the Policy, if insurance is provided, as if physically attached thereto) are true and correct and will be the basis of the Policy and will be considered as incorporated in and constituting a part of the Policy. It is further agreed by the Applicant, and all persons proposed for this insurance, that such particulars and statements are material to the decision to provide this insurance and that any policy will be issued in reliance upon the truth of such particulars and statements.

PLEASE NOTE: ONLY DULY APPOINTED AGENTS OF THE COMPANY AND LICENSED BROKERS ARE AUTHORIZED TO SOLICIT APPLICATIONS FOR COVERAGE. AGENTS AND BROKERS ARE NOT AUTHORIZED TO BIND COVERAGE. NO COVERAGE SHALL BE PROVIDED UNLESS THE COMPANY ACCEPTS THE APPLICATION AND BINDS THE COVERAGE.

False Information:

Any person who, knowingly and with intent to defraud any insurance company or other person, files an Application for insurance containing any false information, or conceals for the purpose of misleading, information concerning any material fact thereto, commits a fraudulent insurance act, which is a crime.

Notice to Arkansas, Minnesota, New Mexico and Ohio Applicants: Any person who, with intent to defraud or knowing that he/she is facilitating a fraud against an insurer, submits an application or files a claim containing a false, fraudulent or deceptive statement is, or may be found to be, guilty of insurance fraud, which is a crime, and may be subject to civil fines and criminal penalties.

Notice to Colorado Applicants: It is unlawful to knowingly provide false, incomplete or misleading facts or information to an insurance company for the purpose of defrauding or attempting to defraud the company. Penalties may include imprisonment, fines, denial of insurance, and civil damages. Any insurance company or agent of an insurance company who knowingly provides false, incomplete, or misleading facts or information to a policy holder or claimant for the purpose of defrauding or attempting to defraud the policy holder or claimant with regard to a settlement or award payable from insurance proceeds shall be reported to the Colorado Division of Insurance within the Department of Regulatory agencies.

Notice to District of Columbia Applicants: WARNING: It is a crime to provide false or misleading information to an insurer for the purpose of defrauding the insurer or any other person. Penalties include imprisonment and/or fines. In addition, an insurer may deny insurance benefits, if false information materially related to a claim was provided by the applicant.

Notice to Florida Applicants: Any person who knowingly and with intent to injure, defraud, or deceive any insurer files a statement of claim or an application containing any false, incomplete, or misleading information is guilty of a felony of the third degree.

Notice to Kentucky Applicants: Any person who knowingly and with intent to defraud any insurance company or other person files an application for insurance containing any materially false information or conceals, for the purpose of misleading, information concerning any fact material thereto commits a fraudulent insurance act, which is a crime.

Notice to Louisiana Applicants: Any person who knowingly presents a false or fraudulent claim for payment of a loss or benefit or knowingly presents false information in an application for insurance is guilty of a crime and may be subject to fines and confinement in prison.

Notice to Maine, Tennessee, Virginia and Washington Applicants: It is a crime to knowingly provide false, incomplete or misleading information to an insurance company for the purpose of defrauding the company. Penalties may include imprisonment, fines or a denial of insurance benefits.

Notice to Maryland Applicants: Any person who knowingly and willfully presents a false or fraudulent claim for payment of a loss or benefit or who knowingly and willfully presents false information in an application for insurance is guilty of a crime and may be subject to fines and confinement in prison.

Notice to New Jersey Applicants: Any person who includes any false or misleading information on an application for an insurance policy is subject to criminal and civil penalties.

Notice to Oklahoma Applicants: Any person who, knowingly and with intent to injure, defraud or deceive any employer or employee, insurance company, or self-insured program, files a statement of claim containing any false or misleading information is guilty of a felony.

Notice to Oregon and Texas Applicants: Any person who makes an intentional misstatement that is material to the risk may be found guilty of insurance fraud by a court of law.

Notice to Pennsylvania Applicants: Any person who knowingly and with intent to defraud any insurance company or other person files an application for insurance or statement of claim containing any materially false information or conceals for the purpose of misleading, information concerning any fact material thereto commits a fraudulent insurance act, which is a crime and subjects such person to criminal and civil penalties.

Notice to Puerto Rico Applicants: Any person who knowingly and with the intention of defrauding presents false information in an insurance application, or presents, helps, or causes the presentation of a fraudulent claim for the payment of a loss or any other benefit, or presents more than one claim for the same damage or loss, shall incur a felony and, upon conviction, shall be sanctioned for each violation with the penalty of a fine of not less than five thousand (5,000) dollars and not more than ten thousand (10,000) dollars, or a fixed term of imprisonment for three (3) years, or both penalties. Should aggravating circumstances are present, the penalty thus established may be increased to a maximum of five (5) years, if extenuating circumstances are present, it may be reduced to a minimum of two (2) years.

Notice to New York Applicants: Any person who knowingly and with intent to defraud any insurance company or other person files an application for insurance or statement of claim containing any materially false information, or conceals for the purpose of misleading, information concerning any fact material thereto, commits a fraudulent insurance act, which is a crime and shall also be subject to: a civil penalty not to exceed five thousand dollars and the stated value of the claim for each such violation.

By _____
Signature of Chief Executive Officer
(or other Senior Officer if the Chief Executive Officer
is also the Chairman, Board of Directors)

By _____
Signature of Chairman, Board of Directors

Date _____

Date _____

A Policy cannot be issued unless the APPLICATION is properly signed and dated by the Chief Executive Officer, or other Senior Officer if the Chief Executive Officer is also the Chairman, Board of Directors.

NOTE: This APPLICATION and all exhibits shall be treated in strictest confidence.