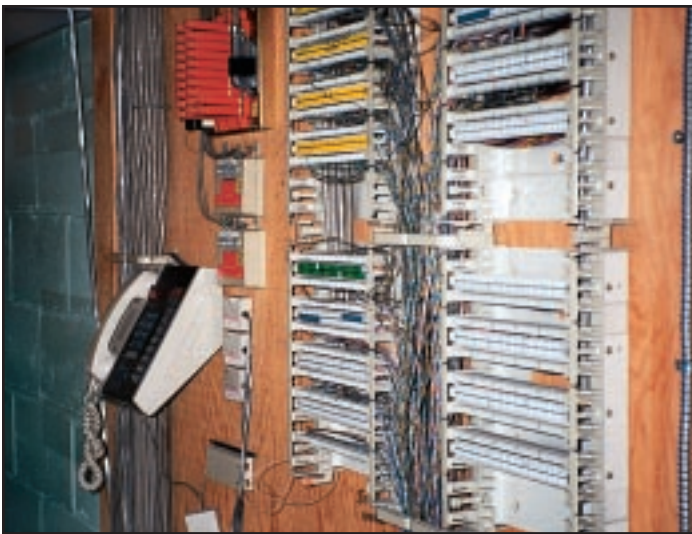




POWER SURGE CAUSES TOTAL TELEPHONE FAILURE



LOSS DETAILS

<i>Nature of Business:</i>	<i>Real Estate Developer</i>
<i>Type of Equipment:</i>	<i>Telephone system equipment (rectifier, tape unit, CPU & SDI, 6 line cards and 2 trunk cards)</i>
<i>Age of Equipment:</i>	<i>4 to 5 years old</i>
<i>Final Loss</i>	
<i>Settlement Amount:</i>	<i>\$39,215.00</i>

On a long weekend in May, the insured experienced a total telephone system failure due to a foreign power surge. Extensive damage was caused to a number of major components requiring the installation of new replacement equipment. The repair company could not pinpoint the actual cause of the surge, however, lightning was ruled out as a possibility in that no electrical storms were reported at the time of loss.

The system was down for one working day. Employees were able to conduct business using cellular phones.