

Lessons From Losses: Fine Arts

Justin A. Moran

Senior Underwriter

Aspen Insurance; Inland Marine

590 Madison Avenue 8th Floor

New York, New York 10022

Lessons From Losses : Fine Art

Man With Courtesans
Palma Vecchio

Circa 1520
\$2,500,000 Est. Value



Lessons From Losses : Fine Art

POLICY TERMS

- \$9,000,000 Total Insured Value
- \$9,000,000 Blanket Limit
- \$2,000 AOP Deductible
- Locations: Gallery & Uovo Storage / Exhibit
- Valuation: The Greater of Either the Selling Price less 30% or Cost Plus 20%
- Loss in Value, if any, after Restoration, to be agreed upon between Insured and the Company

Lessons From Losses : Fine Art



Back of gallery; painting hung before desk; humidifier noted with arrow



Painting hung above desk

Lessons From Losses : Fine Art

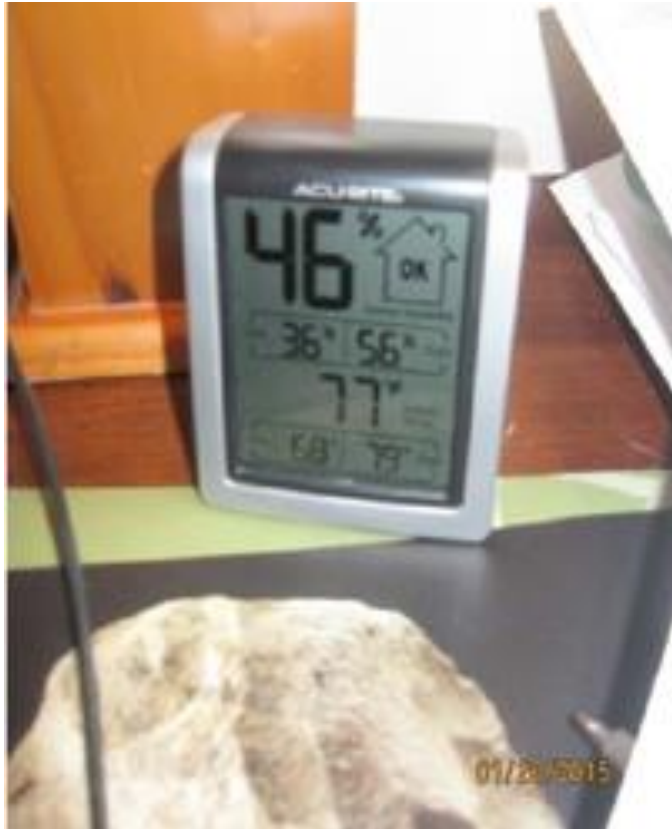


Close up
(crack indicated by arrow)



Damaged Work

Lessons From Losses : Fine Art



On-site Temp/Humidity sensor



Close up of paint loss

Lessons From Losses : Fine Art

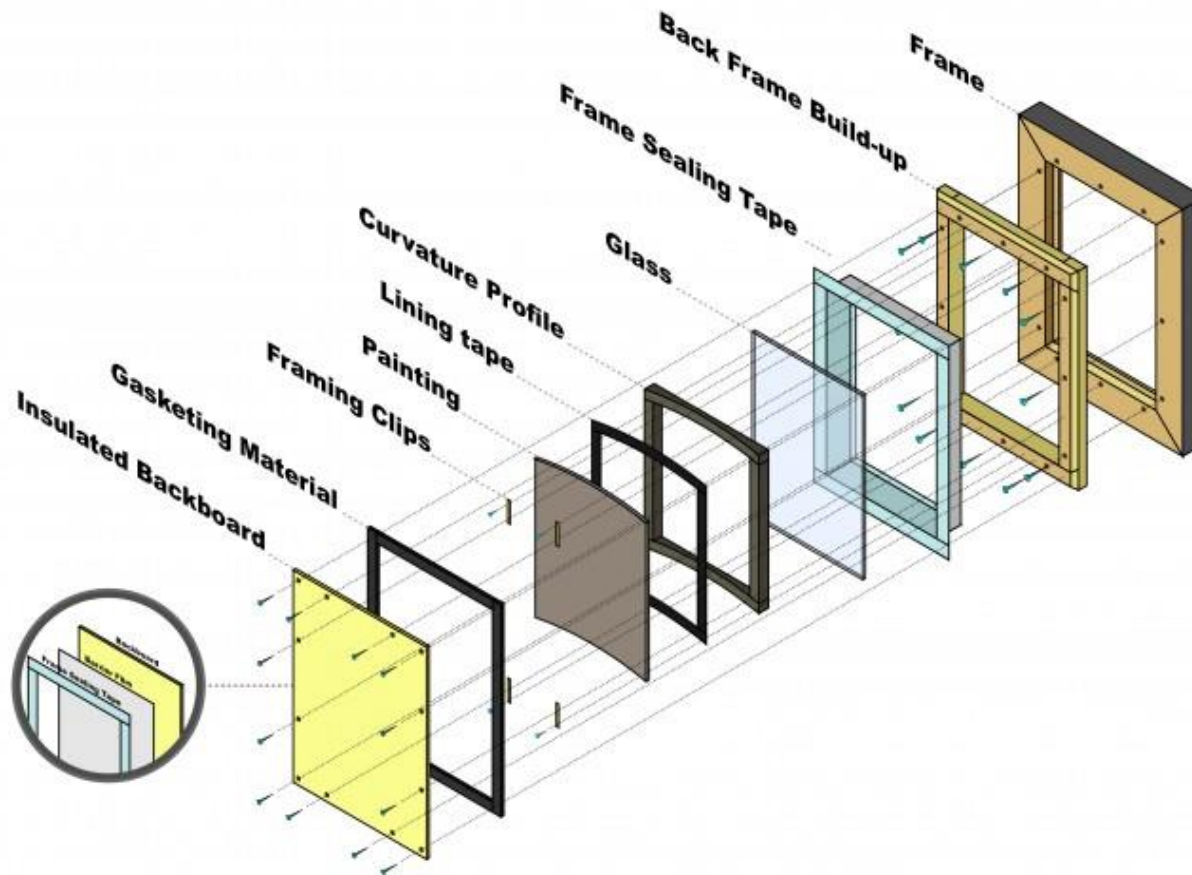


Curve in panel



Space where bowing occurred

Lessons From Losses : Fine Art



Lessons From Losses : Fine Art



Example:
Woodworm Tunnel



Actual Painting; tunnels noted with arrow

Lessons From Losses : Fine Art

- WHAT WAS THE FINAL SETTLEMENT:
 - \$2,500,000
 - \$656,000
 - \$26,000
 - \$1,400
- <https://api.cvent.com/polling/v1/api/polls/spoady3e>

Lessons From Losses : Fine Art

Consolidation and rejoining of split:

Gesso filling, retouching, varnish adjustment:

Assembly of Marvelseal microclimate envelope:

Luxar laminated glass plus shipping:

Total estimated costs:

Deductible:

Final Claim Payment:

Lessons From Losses : Fine Art

Consolidation and rejoining of split:	\$2,600.00
Gesso filling, retouching, varnish adjustment:	\$800.00
Assembly of Marvelseal microclimate envelope:	\$1,300.00
Luxar laminated glass plus shipping:	\$700.00
Total estimated costs:	\$5,400.00
Deductible:	\$2,000.00
Final Claim Payment:	\$1,400.00

Lessons From Losses : Fine Art

- Temperature / Humidity
 - Influence on Displayed Art
 - Cautionary Devices (Framing; Humidifiers)
 - Proper Gauges with Routine Check
 - Backup Plan
- Previous Wear and Tear
 - Independent, Recent Appraisals
 - Maintenance Plan
 - Diminished Value

Questions



Inland Marine Underwriters Association

14 Wall Street - Suite 820

New York, NY 10005

Phone: 212-233-0550

Website: www.IMUA.org

Kevin O'Brien, President & CEO

Lillian Colson, Vice President & Secretary

Eileen Monreale, Education/Training Specialist