

# Private Company Loss Scenarios from Chubb



## Inventory Conspiracy

<b>COVERAGE SECTION</b>	<b>Crime</b>
Cause of action	Employee Theft (Inventory)
Type of organization	Computer Cord Manufacturer
Number of employees	More than 600
Annual revenue	More than \$300 million

### DESCRIPTION OF EVENT

A computer cord manufacturer's plant manager went on a two-week vacation, during which the company discovered that its inventory records did not match with shipping and receiving. After a review of inventory, the company found that over 200 pieces of inventory were missing. An investigation concluded that the plant manager and a truck driver had been conspiring for 18 months to place extra pieces of inventory on the driver's truck. The truck driver then delivered the extra pieces to a buyer who paid the driver cash. The driver and plant manager split the cash payment.

### RESOLUTION

The stolen inventory had a value of more than \$150,000.



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**Could this happen to your organization? Contact your trusted Chubb agent or broker.**

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