CONDUIT

# CASE STUDY

## NYC-based Hedge Fund Uses Conduit to Proactively Address Increase in Wire Fraud Attempts

### INDUSTRY

- **Finance: Hedge Fund**
- **SEC-Registered with High Fiduciary Duty**

### COMPANY

- **30+ Employees**
- **$2B+ AUM**

## EXECUTIVE SUMMARY

A NYC-based credit hedge fund was targeted in a socially engineered wire fraud attempt after a counterparty's business email compromise. While the fund detected and stopped the fraud, the incident highlighted the need for stronger controls. The fund partnered with Conduit Security to implement workflow automation, enhancing governance, transparency, and efficiency in their wire process.

With Conduit, the Fund:

- Verified payment instructions only through pre-approved numbers
- Built custom approval trees to strengthen collaboration and accountability
- Replaced Excel and email workflows with Conduit's secure SaaS platform, increasing visibility
- Streamlined delivery of instructions to its fund administrator

Today, the fund uses Conduit's "Set-up Wizard for Wires" to accelerate routine transactions while dedicating extra scrutiny to high-risk or unusual ones - protecting against fraud without slowing down business.

### WHO WE PROTECT:

- **Hedge Funds**
- **Real Estate Developers**
- **Private Equity**
- **Private Credit**
- **Venture Capital**
- **Family Offices**
- **Fund Administrators**

### ALTERNATIVE MANAGERS ARE 3X MORE LIKELY TO BE TARGETS

- Social engineering is the #1 threat and constantly evolving
- Verify your organization has coverage for these crimes
- Conduit protects over **$1 Trillion** in Assets

### TESTIMONIAL

"I chose Conduit to stay ahead of cyber threats and strengthen our controls. The software lets me 'trust but verify' that processes are followed every time, while also reducing emails and improving efficiency with service providers. It makes our back office safer and easier."

- Fund's Managing Director

### GET IN TOUCH

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