

## POLICYHOLDER DISCLOSURE NOTICE OF TERRORISM INSURANCE COVERAGE

You are hereby notified that under the Terrorism Risk Insurance Act of 2002, effective November 26, 2002, that you now have a right to purchase insurance coverage for losses arising out of acts of terrorism, as defined in Section 102(1) of the Act: The term "act of terrorism" means any act that is certified by the Secretary of the Treasury, in concurrence with the Secretary of State, and the Attorney General of the United States—to be an act of terrorism; to be a violent act or an act that is dangerous to human life, property; or infrastructure; to have resulted in damage within the United States, or outside the United States in the case of an air carrier or vessel or the premises of a United States mission; and to have been committed by an individual or individuals acting on behalf of any foreign person or foreign interest, as part of an effort to coerce the civilian population of the United States or to influence the policy or affect the conduct of the United States Government by coercion. Coverage provided by your existing policy (or will be provided by your new business quote) may be affected as follows:

You should know that coverage provided by this policy (or will be provided by your new business quote) for losses caused by certified acts of terrorism is partially reimbursed by the United States under a formula established by federal law. Under this formula, the United States pays 90% of covered terrorism losses exceeding the statutorily established deductible paid by the insurance company providing the coverage. The premium charged for this coverage is provided below and does not include any charges for the portion of loss covered by the federal government under the Act.

Your policy includes (or will include in the case of a new business quote) a terrorism exclusion which provides coverage for certified acts of terrorism.

Coverage for certified acts of terrorism is presently provided at no additional charge (\$0.00) on your policy for the following:

- Texas or Florida policyholders.
- All Errors & Omissions coverage forms. Exception: Premium charges and forms are currently being developed of Directors & Officers Liability and Public Officials Errors & Omissions.

### **SELECTION OR REJECTION OF TERRORISM INSURANCE COVERAGE**

UNDER FEDERAL LAW, YOU HAVE **THIRTY (30) DAYS** TO CONSIDER THIS OFFER OF COVERAGE FOR TERRORIST ACTS AND SUBMIT THE PREMIUM REQUIRED. IF WE DO NOT RECEIVE A SIGNED REJECTION FROM YOU IN 30 DAYS, YOU WILL CONTINUE TO BE CHARGED THE PREMIUM SHOWN, AND YOUR POLICY WILL INCLUDE A TERRORISM EXCLUSION WITH COVERAGE FOR CERTIFIED ACTS OF TERRORISM.

- **The premium charge for certified acts of terrorism is shown on your policy declarations page(s) (or on the quote proposal in the case of a new business quote) as a separate line item.**
- **A signed rejection of certified acts of terrorism below will apply to all coverages on your policy (quote) except for the above noted cases (Texas and Florida policyholders and/or Errors & Omissions coverage), and for workers' compensation coverage as noted below.**

<div style="display: flex; align-items: center;"> <div style="font-size: 2em; margin-right: 5px;">→</div> <div style="border: 1px solid black; padding: 2px;"> <b>Check Box</b>  <input type="checkbox"/> </div> </div>	I hereby reject the additional premium for coverage for loss from certified acts of terrorism and elect to have a broad exclusion for loss as a result of terrorism, which will exclude loss from certified acts of terrorism, added to my policy. I also understand that, if my policy includes workers' compensation coverage, certified acts of terrorism cannot be excluded by law; therefore, I will continue to receive a premium charge for certified acts of terrorism for that coverage.
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Policyholder/Applicant's Signature	Insurance Company
Print Name	Policy/Quote Number
Date	Agency Name (Quotes Only)

**After you sign and date this form, you must return it to the address shown on your policy declarations page.**