

**POLICYHOLDER DISCLOSURE  
OFFER 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.

YOU SHOULD KNOW THAT COVERAGE PROVIDED BY THIS POLICY 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.

THERE IS A CAP ON OUR LIABILITY TO PAY FOR SUCH LOSSES IF THE AGGREGATE AMOUNT OF INSURED LOSSES UNDER THE TERRORISM RISK INSURANCE ACT OF 2002 EXCEEDS \$ 100,000,000,000 DURING THE APPLICABLE PERIOD FOR ALL INSURED AND ALL INSURERS COMBINED. IN THAT CASE, WE WILL NOT BE LIABLE FOR THE PAYMENT OF ANY AMOUNT WHICH EXCEEDS THAT AGGREGATE AMOUNT OF \$ 100,000,000,000.

**U.S. TERRORISM RISK INSURANCE ACT PREMIUM**

THE CHARGE FOR INCLUDING COVERAGE FOR LOSSES CAUSED BY CERTIFIED ACTS OF TERRORISM IN YOUR INSURANCE COVERAGE IS \$\_\_\_\_\_. THIS CHARGE IS SEPARATE AND IN ADDITION TO THE PREMIUM CHARGED IN RESPECT OF ALL OTHER PERILS COVERED BY THE POLICY.

THE ABOVE QUOTATION HAS BEEN ISSUED IN ACCORDANCE WITH THE REQUIREMENTS OF THE U.S. TERRORISM RISK INSURANCE ACT OF 2002 AND ONLY RELATES TO "act of terrorism" AS DEFINED UNDER SAID ACT. THE TERRORISM EXCLUSION THAT IS APPLICABLE TO THE PLACEMENT REFERENCED ABOVE STILL APPLIES IN FULL FORCE AND EFFECT TO ANY ACTS OR EVENTS THAT ARE NOT INCLUDED IN SAID DEFINITION OF "act of terrorism". FURTHERMORE, IT IS EXPLICITLY UNDERSTOOD AND AGREED THAT THIS QUOTATION IS OFFERED IN CONJUNCTION WITH ALL TERMS, CONDITIONS AND EXCLUSIONS OF THE QUOTED PLACEMENT REFERENCED ABOVE AND DOES NOT CONSTITUTE AN OFFER TO PROVIDE STAND-ALONE TERRORISM INSURANCE.

**PRIOR TO BINDING COVERAGE FOR YOUR POLICY OR POLICIES, PLEASE INFORM YOUR AGENT OR BROKER IF YOU WOULD LIKE TO PURCHASE COVERAGE FOR CERTIFIED ACTS OF TERRORISM. NO COVERAGE WILL BE BOUND UNLESS THIS COMPLETED FORM IS ATTACHED TO THE APPLICATION.**

	I hereby elect to purchase Terrorism coverage for a prospective premium of \$ _____ .
	I hereby elect to have the exclusion for terrorism coverage reinstated. I understand that I will have no coverage for losses arising from acts of terrorism that were previously excluded.

**Must Be Signed Before Binding is Possible!!**

\_\_\_\_\_  
Policyholder/Applicant's Signature

Certain Underwriters at Lloyd's, London  
Name of Insurer

\_\_\_\_\_  
Print Name

\_\_\_\_\_  
Contract Reference

\_\_\_\_\_  
Date

\_\_\_\_\_  
Certificate/Policy Number