



Insured:	
Effective Date:	
Policy Number:	

CONFIRMATION OF REJECTION OF COVERAGE - TERRORISM RISK INSURANCE ACT OF 2002 INLAND MARINE

We have previously notified you that under the Terrorism Risk Insurance Act of 2002, (the "Act"), effective November 26, 2002, we must make terrorism coverage available in policies we offer.

Any terrorism coverage made available in our policies is partially reinsured by the United States of America under a formula established by the Act. Under this formula, the United States will pay 90% of covered terrorism losses exceeding a statutorily established deductible paid by insurers until such time as insured losses under the program reach \$100 billion. If that occurs, Congress will determine the procedures for, and the source of, any payments for losses in excess of \$100 billion.

As a result of our notification you have elected to reject our offer of coverage. In order to complete your rejection of terrorism coverage, you must sign this written statement that affirmatively states your desire to waive coverage.

TERRORISM EXCLUSIONS ON RENEWALS OF THIS POLICY

By signing the rejection statement below, you understand that an exclusion(s) of certain terrorism losses will be made part of this policy and any subsequent renewal. However, if upon renewal of your policy, you wish to have coverage for certified acts of terrorism, please contact your agent, broker or representative, and coverage will be made available. You will then be quoted a premium for the terrorism coverage. If you decide to purchase the coverage, the exclusion(s) will be removed from your policy.

REJECTION STATEMENT

On behalf of the Named Insured shown above, I hereby:

- o Reject the offer of terrorism coverage;
- o Acknowledge that an exclusion(s) of certain terrorism losses will be made part of the policy;
- o Acknowledge that, unless the Named Insured requests that terrorism coverage be provided at renewal, an exclusion(s) of certain terrorism losses will form a part of the policy and any subsequent renewals; and
- o Acknowledge that I understand that there will be no premium charge made for terrorism coverage unless a Standard Fire Policy Statute applies*.

* In the states of California, Georgia, Hawaii, Maine, Missouri, Oregon, Pennsylvania, Rhode Island, and Wisconsin, a terrorism exclusion makes an exception for (and thereby provides coverage for) fire losses resulting from an act of terrorism. Therefore, if you reject terrorism coverage, that rejection does not apply to fire losses resulting from an act of terrorism. Coverage for such fire losses will be provided in your policy (if this is a renewal policy, **will continue to be provided in your policy**). Because of this, only a portion of the terrorism premium will be returned to you. In subsequent renewals in which an exclusion for certified acts of terrorism is attached to your policy, a portion of the amount of premium you would have paid had you accepted terrorism coverage will be assessed.

Applicant/Named Insured's Signature