



GREAT AMERICAN CUSTOM INSURANCE SERVICES, INC.

**POLICYHOLDER DISCLOSURE
OFFER OF TERRORISM COVERAGE**

RE: _____
Professional Liability For Specified Professions Insurance

The Terrorism Risk Insurance Act of 2002 (the Act) establishes a program within the Department of the Treasury, under which the federal government shares, with the insurance industry, the risk of loss from future terrorist attacks. The Act applies when the Secretary of the Treasury certifies that an event meets the definition of an Act of Terrorism. The Act provides that, to be certified, an Act of Terrorism must cause losses of at least five million dollars and must have been committed by an individual or individuals acting on behalf of any foreign person or foreign interest to coerce the government or population of the United States.

The United States Government, Department of the Treasury, will pay a share of terrorism losses insured under the federal program. The federal share equals 90% of that portion of the amount of such insured losses that exceeds the applicable insurer retention.

In accordance with the Terrorism Risk Insurance Act of 2002, we are required to offer you coverage for losses resulting from an act of terrorism **that is certified pursuant to the Terms of the Act** as an Act of Terrorism committed by an individual(s) acting on behalf of a foreign person or foreign interest. All other provisions of this policy will still apply to such an act.

See below for the section of this Notice titled **SELECTION OR REJECTION OF TERRORISM INSURANCE COVERAGE**. If you choose to accept this offer of coverage, your premium will include the additional premium for losses from Acts of Terrorism as stated in this disclosure.

Failure to pay the premium by the due date will constitute rejection of the offer and your policy will include an exclusion for losses caused by terrorism.

All other terms and conditions of the policy remain unchanged.

SELECTION OR REJECTION OF TERRORISM INSURANCE COVERAGE

Please note: regardless of your selection, a premium is due. The specific amount is included in the option you choose.

_____ **I hereby elect to purchase Terrorism coverage for Acts of Terrorism** that are certified under the Terrorism Risk Insurance Act of 2002 as an Act of Terrorism **for a premium of \$**_____. I understand that if the quoted premium is not received by _____, an **exclusion** of terrorism losses will be made a part of this policy.

_____ **I hereby reject the offer of terrorism coverage.** I understand that an **exclusion** of terrorism losses will be made part of this policy.

Policyholder/Applicant's Signature

Policy Number

Print Name

Date