

NOTICE OF POLICY CHANGES

Please be advised that the Allied Health Professional Liability Insurance Policy covering members of the Risk Purchasing Group addressed above has been revised. The policy has been updated and reorganized for readability and coverage intent.

The following changes will take place for Insured members renewing October 1, 2013 and after. Most of the changes described below broaden the coverage provided, a few are restricting. Please review the changes and contact Lockton Affinity, LLC if you have any question(s) on how coverage for the risk purchasing group may be affected.

1. The definition of Insured has been expanded to include:
 - former executive officers, directors, stockholders, employees, interns, students and volunteers;
 - the estate, heirs, executor or legal representative of any Insured in the event of death;
 - Predecessor Firms as defined;
 - Spouses and partners to a civil union if the Named Insured is an individual.
2. The Supplemental General Liability Coverage has been expanded to include General Liability exposures from Personal Injury, Property Damage or Advertising Liability caused by an Accident and includes Completed Operations Liability. This expanded General Liability coverage part is now written on a *claims-made and reported basis* to match the Professional Liability coverage part.
3. Additional Insureds are now included within the definition of Insured subject to underwriting qualifications.
4. A new definition of *Allied Health Professional* and *Professional Services* have been added to the insurance to better address coverage for changes in occupation during the policy period and from one policy period to another. The definition also specifically excludes activities named that are not intended to be covered under the insurance.
5. Terrorism Coverage under the General Liability coverage section is now included for no premium charge.
6. The Extended Reporting Period for the Professional Liability coverage part has been expanded to offer a 12, 24, or 36 month option at 100%, 150% or 200% of the last annual premium and must be exercised within 30 days after the expiration date.
7. The General Liability Coverage part includes an option for an unlimited Extended Reporting Period available at no more than 200% of the last annual premium. The Extended Reporting Period for the General Liability coverage part offers 100% reinstatement of the coverage part's aggregate limit. This extended reporting period coverage for the General Liability Coverage Part must be exercised within 60 days after expiration
8. Locum tenens and Good Samaritan acts are deleted.
9. The General Liability coverage section now will include coverage for claims arising out of Liability assumed by the insured under contract for Personal Injury, Property Damage or Advertising Liability.
10. The consent to settle provision in the new wording now reduces coverage if the Named Insured refuses to settle and there is no requirement to seek the Insured's consent to settle.
11. A new clause is included that if any insured makes a claim under the insurance that is known to be false or fraudulent, the claim shall be denied under the Policy.

12. The Minimum earned premium requirement of 35% is deleted as respects cancellation by the insured member; however, if a claim has been presented on or before the date of cancellation, the premium will be considered fully earned.
13. The new policy form now offers *innocent Insured coverage* whenever coverage under the insurance is excluded, suspended or lost because of intentional, criminal, dishonest, fraudulent or malicious acts by any Insured, or because of non-compliance relating to the giving of notice. Coverage will not be suspended or lost to those Insureds who did not personally participate in committing the intentional fraudulent act and/or who did comply after becoming aware of the non compliance.
14. Underwriters now specifically state that they have a duty to defend under the insurance even if any allegations in the claim are groundless, false or fraudulent.
15. The insurance no longer provides coverage for immediate medical or surgical care given to an employee after injury.
16. The policy now includes specific exclusions for:
 - Violation of the Securities Acts
 - The Racketeer Influenced and Corrupt Organizations Act (RICO)
 - Investment advice or predictions of future performance
 - Financial Guarantee or refusal to pay
 - Telemarketing; Distribution of unsolicited e-mail, direct mail or facsimiles
 - Failure to place insurance or collect/pay taxes or commissions
 - Pharmacy activities unless specifically endorsed otherwise
 - Willful non compliance with any Food and Drug Administration (FDA) rules;
 - Accidents or negligent acts before the date that a named entity or its officers or employees became a subsidiary;
 - Claims involving Data processing
 - Fungus or Spores
17. Underwriters liability is limited if two or more policies issued by Underwriters respond to the same claim.

The descriptions of coverage changes above are abbreviated and reflect only the material changes to the policy form. Please refer to the full policy wording for a complete description of all policy terms and conditions.