Atlantic Casualty Insurance Company™
A member of the Strickland Insurance Group, Inc.

NOTICE – OFFER of TERRORISM COVERAGE
NOTICE – DISCLOSURE of PREMIUM

The Terrorism Insurance Act of 2002 and the Terrorism Risk Insurance Program Reauthorization Acts of 2007 and 2015 establishes a program within the Department of the Treasury, under which the federal government shares, with the insurance industry, the risk of loss from terrorist attacks. The Act and the Reauthorization Acts apply when the Secretary of the Treasury, in consultation with the Secretary of Homeland Security of the United States certify that an event meets the definition of an Act of Terrorism, as defined in the Act, as amended. The term "act of terrorism" is defined 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 and to have been committed by an individual or individuals, to coerce the civilian population of the United States or to influence the policy or affect the conduct of the United States Government.

DISCLOSURE of FEDERAL PARTICIPATION in PAYMENT of TERRORISM LOSSES

The United States Government, Department of the Treasury, will pay a share of terrorism losses insured under the federal program. The federal share equals 85% as of January 1, 2015 and beginning on January 1, 2016, shall decrease by 1 percentage point per calendar year until equal to 80% of covered terrorism losses exceeding the statutorily established deductible paid by the insurance company providing coverage. **Further, the Terrorism Risk Insurance Act, as amended, contains a $100 billion cap that limits the United States Government reimbursement, as well as the insurers' liability for losses resulting from certified acts of terrorism when the amount of such losses in any one calendar year exceeds $100 billion**.

Your decision is needed on this question: "Do you choose to pay the premium for Terrorism Coverage stated in this offer of coverage, or do you reject this offer of coverage and not pay premium?" You may accept or reject this offer. **(See the box below)**

SELECTION or REJECTION of TERRORISM INSURANCE COVERAGE

☐	I hereby elect to purchase Terrorism Coverage for a prospective premium of $ 500.00.
☐	I hereby reject the offer of Terrorism Coverage. I understand that an exclusion of certain terrorism losses will be made part of this Policy.

_____ _____
Policyholder/Applicant's Signature **Policy Number**

Print Name: _____ **Date:** _____