

IMPORTANT Product Bulletin

Date: July 1, 2014

To: Swiss Re Corporate Solutions Broker Association E&O Program Policy Holders

Re: Program Enhancements

Swiss Re Corporate Solutions has specialized in insurance brokers professional liability for over 30 years in Canada. During this time we have consistently provided broad coverage reinforced with local claims and underwriting experts who understand the demands of a licensed insurance professional. Our track record and reputation in this sector is second to none.

With an ever increasing legal and regulatory environment, the increasing frequency of catastrophic events, and overall complexity of our industry, fulfilling the duties of an insurance broker has arguably never been more challenging.

In our ongoing efforts to provide you with one of the most comprehensive policy wordings available in the Canadian market we are pleased to announce that effective July 1, 2014 we have enhanced the coverage available to Swiss Re Corporate Solutions' Broker Association E&O program policy holders as follows:

Coverage Enhancement *	Limit
Regulatory Investigation Expense	\$50,000 annual aggregate
Catastrophe Extra Expense	\$20,000 per event, \$50,000 annual aggregate
Subpoena Expense	\$10,000 annual aggregate
Breach of Personal Data Extra Expense	\$15,000 per breach, \$50,000 annual aggregate
Reimbursement for loss of earnings in the event of a claim	\$250 per day ; \$2,500 annual aggregate

* Refer to policy wording



Swiss Re Corporate Solutions

Please refer to the attached coverage summary sheet for an overview of your Association program's coverage features and coverage benefits.

The policy wording contains a Liberalization clause which means that existing policy holders receive the benefit of these changes immediately. There is no need to wait for your policy renewal to implement these changes.

We will also make available for Association program members, the option of purchasing a higher aggregate limit up to two times the per claim limit, not to exceed \$20 million, for qualifying brokers. For example, if your policy limit each claim is currently \$10 million, you will have the option to purchase up to a \$20 million aggregate limit at policy renewal. This will afford you additional piece of mind should you have a large single loss that could exhaust your aggregate limit protection.

At Swiss Re Corporate Solutions, we are a firm believer that the adoption of industry best practices and loss control techniques is essential to controlling a broker's errors & omissions exposure. The answer to increasing claims cost is not simply increasing premium. If we can reduce the frequency and size of broker E&O claims, we in turn can have a positive influence on the premium level required.

To this end, we are pleased to announce that in conjunction with your Association, we will be expanding the amount of loss control material available to Association members who participate in the Swiss Re Corporate Solutions' E&O program.

Stay tuned.....more information to follow.

If you have any questions please contact your Association program administrator.

Sincerely,

Stephen Ritter
Senior Vice President
Swiss Re Corporate Solutions