



April 27, 2004

TERRORISM FILINGS ANNOUNCED FOR VIRGINIA

BACKGROUND

We filed for certified terrorism loss coverage, certified terrorism loss exclusions and non-certified terrorism loss exclusions in Virginia to implement the terrorism program. We also filed related rating rules.

ENDORSEMENTS

The following forms add Certified Terrorism Loss Coverage:

MCL 842 03 04 - Liability
MCP 842 03 04 - Property
MCM 411 12 02 - BOP
MIM 140 03 04 - Inland Marine

The following forms exclude coverage for Certified Acts of Terrorism:

MCL 843 03 04 - Liability
MCP 843 03 04 - Property
MCM 413 12 02 - BOP
MIM 141 03 04 - Inland Marine

The following forms exclude coverage for Certified and Non-certified Acts of Terrorism:

MCL 844 03 04 - Liability
MCP 844 03 04 - Property
MCM 416 01 03 - BOP
MIM 142 03 04 - Inland Marine

The following forms exclude Non-certified Acts of Terrorism:

MCL 845 03 04 - Liability
MCP 845 03 04 - Property
MCM 418 01 03 - BOP
MIM 143 03 04 - Inland Marine

In addition, MCM 414 02 03 applies to all lines and may be used as the disclosure of the premium and federal share of insured losses.

PRICING

The following pricing was filed to add Terrorism Coverage. The factors are applied to the otherwise applicable policy premium.

Commercial Property - 1.07 (7%)

Commercial Liability - 1.03 (3%)

BOP - 1.056 (5.6%)

Inland Marine - 1.07 (7%)

DISTRIBUTION

The forms and rules have been added to the CD-ROM. This material can be accessed through our website: <http://www.msonet.com>. They are also available on our website. Send your order for printed supplies to: supplies@msonet.com.

QUESTIONS

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