

## Binding Guidelines

Dear Producer:

We rely on your experienced underwriting judgment to select qualified risks for the Chubb Masterpiece® Program. Subject to these guidelines, coverage may be bound for up to 30 days.

To assist you, we have isolated certain underwriting characteristics that may require additional information before you can bind coverage.

Please obtain specific authorization from your underwriter before binding coverage for risks with any of these underwriting characteristics. Thank you.

Chubb Personal Risk Services

### All Coverages

**Do not bind coverage on risks with any of the following underwriting characteristics without obtaining specific authorization from your underwriter:**

An individual with a loss history suggesting a pattern of frequent or severe losses.

Property coverage at one location more than \$3,000,000.

An individual who receives considerable publicity.

Property that is located out of your local area.

A transient or temporary resident of the United States.

An individual whose insurance has been cancelled, refused, or discontinued by another insurance company or who has had a lapse in coverage within the last 3 years.

Property that is not well maintained or insured to value.

#### **PLEASE NOTE:**

Binding authority for all coverages will be suspended in an area where the United States Weather Bureau has issued a hurricane watch or hurricane warning.

This authority will also be suspended in an area affected by an earthquake measuring 5 or more on the Richter scale.

Should either of these events occur, we would inform you when your binding authority is reinstated.

## Binding Guidelines

### Liability: Personal, Vehicle and Excess

**Do not bind coverage on risks with any of the following underwriting characteristics without obtaining specific authorization from your underwriter:**

Liability Coverage greater than \$5 million. For Liability Coverage greater than \$3 million, do not bind coverage if an individual operator has two or more accidents.

Uninsured/Underinsured Motorists Coverage greater than \$1million.

Employment practices liability coverage.

Any exposure that cannot be bound under our binding guidelines for homes and contents, and vehicle physical damage.

For vehicle and excess liability:

A risk with three or more accidents and/or violations.

An operator with a major violation.

An operator with an international driver's license.

An operator over 68 years or licensed less than 3 years.

An operator who requires a financial responsibility filing.

### Homes and Contents

**Do not bind coverage on risks with any of the following underwriting characteristics without obtaining specific authorization from your underwriter:**

A house that is not insured to at least 90% of replacement cost (100% is recommended).

House and Contents coverage less than our minimum amounts, or more than \$3,000,000.

Contents coverage less than our minimum amounts or 40% of the house coverage, or more than \$1,000,000.

Seasonal, secondary, or tenant occupied residences, unless we insure the owner's primary residence.

A residence with more than two mortgages

A residence within 2,500 ft of a major body of water, unless the risk is equipped with either shutters or impact resistant glass, or the risk is written excluding wind coverage

A residence with business exposure that generates annual revenue in excess of \$50,000

A vacant or unoccupied residence.

A residence under construction or major renovation.

A residence exposed to flood, volcanic eruption, brush fire or earth movement.

Coverage for earthquake.

Coverage for mold remediation expenses in excess of \$10,000.

## Binding Guidelines

### Family Protection<sup>SM</sup>

**Do not bind coverage on risks with any of the following underwriting characteristics without obtaining specific authorization from your underwriter:**

An individual whose principal residence is outside of the United States of America, its territories or possessions, Puerto Rico or Canada.

An individual who maintains a permanent secondary residence outside of the United States of America, its territories or possessions, Puerto Rico and/or Canada.

An individual who travels more than 90 days per calendar year outside of the United States of America, its territories or possessions, Puerto Rico and/or Canada.

An individual with any prior occurrences as a victim of an actual or alleged carjacking, stalking threat or home invasion.

An individual whose child or children have ever been a victim of an actual or alleged child abduction.

### Cyber Protection

**Do not bind coverage on risks with any of the following underwriting characteristics without obtaining specific authorization from your underwriter:**

An individual with two or more prior occurrences as a victim of an actual or alleged cyber extortion, cyber financial loss, cyber breach of privacy, cyber bullying, or cyber disruption of business incident.

### Valuable Articles

**We suggest appraisals be done on all valuable articles.**

**Do not bind coverage on risks with any of the following underwriting characteristics without obtaining specific authorization from your underwriter:**

A single item valued in excess of \$50,000.

New or additional jewelry coverage greater than \$200,000.

New or additional valuable article coverage totaling more than \$500,000.

Fine Arts Coverage greater than \$250,000 within 2,500 ft of a major body of water, unless the risk is equipped with either shutters or impact resistant glass, or the risk is written excluding wind coverage

Valuable articles subject to severe theft exposure.

Damaged jewelry or unset stones.

## Binding Guidelines

### Vehicle Physical Damage

**Do not bind coverage on risks with any of the following underwriting characteristics without obtaining specific authorization from your underwriter:**

Antique, limited series, or collector vehicles.

More than 5 vehicles on one policy.

A vehicle valued in excess of \$150,000.

The total value for all vehicles garaged at one location is in excess of \$500,000.

Vehicles described in the "Other Vehicles" sections, for example, motor homes, motorcycles, snowmobiles and unregistered vehicles.

Unusual or nonstandard vehicles, for example, modified or altered engines, homemade or kit vehicles, dune buggies, hot rods, vehicles modified for use as living quarters.

### Binding Procedures

**Document the terms of the binder issued (use of Acord form is acceptable). Terms should include name, type of coverage bound, amount of coverage, deductible(s), effective date and expiration date of coverage (not to exceed thirty days). Agent shall maintain copy of binder in customer file.**

Binders may not be re-issued after initial term without underwriting approval.

Check state termination laws to determine whether formal notice of cancellation or nonrenewal must be sent to customer.