

Important Notice to Agency Staff

Date: May 14, 2008

To: Frederick Mutual Agencies
Commercial & Personal Lines

From: Sharon L. Price, Commercial Lines Manager
Caroline F. Zihmer, Personal Lines Manager

Re: Terrorism Risk Insurance Program Reauthorization Act

Due to the implementation of the Terrorism Risk Insurance Program Reauthorization Act of 2007 we are required to amend the Terrorism Disclosure Notice that is currently shown on all BOP, Artisan and Dwelling Fire policies that were issued as new business or renewed after 12/26/2007.

We will be endorsing all BOP, Artisan and Dwelling Fire policies to reflect the new form and sending a memo to the insured with the endorsement. Attached is a copy of the new form, FM-TRIA(3/2008), and the policyholder memo.

Should you have any questions, please do not hesitate to contact us. As always, your business partnership is greatly appreciated.