

# EXPLANATION OF THE ATTACHED IMPORTANT NOTICE

## \* CALIFORNIA \*

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**The California Department of Insurance requires the attached "Important Notice" to be signed by all applicants for this type of insurance.**

The security behind your policy comes from the world's oldest and largest insurance market, Lloyd's. While Lloyd's is considered a "non-admitted" insurer by the state, Lloyd's is eligible to provide Surplus Lines insurance and fully complies with the state's rules and regulations.

Rated A (Excellent) by A.M. Best, A+ (Strong) by Standard & Poor's and AA- (Very Strong) by Fitch, Lloyd's has never denied paying a valid claim in its over 300 year history. Several different sources of funding support Lloyd's ability to pay claims, called the "Lloyd's Chain of Security," which includes reserves, trusts, individual and corporate wealth as well as the Lloyd's Central Fund.

The Lloyd's Central Fund and USA Trust can be compared to the State Guarantee Fund in which "admitted" insurers participate. Its financials far exceed the minimum required by the National Association of Insurance Commissioners' model for non-admitted insurers.

We trust this information provides you with some insight and confidence as to the security behind each and every risk that we, Petersen International Underwriters, proudly place at Lloyd's. Visit [www.lloyds.com](http://www.lloyds.com) to learn more.



# PETERSEN

## INTERNATIONAL UNDERWRITERS

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## **IMPORTANT NOTICE:**

- 1. The insurance policy that you are applying to purchase is being issued by an insurer that is not licensed by the State of California. These companies are called "nonadmitted" or "surplus line" insurers.**
- 2. The insurer is not subject to the financial solvency regulation and enforcement that apply to California licensed insurers.**
- 3. The insurer does not participate in any of the insurance guarantee funds created by California law. Therefore, these funds will not pay your claims or protect your assets if the insurer becomes insolvent and is unable to make payments as promised.**
- 4. The insurer should be licensed either as a foreign insurer in another state in the United States or as a non-United States (alien) insurer. You should ask questions of your insurance agent, broker, or "surplus line" broker or contact the California Department of Insurance at the toll-free number 1-800-927-4357 or internet website [www.insurance.ca.gov](http://www.insurance.ca.gov). Ask whether or not the insurer is licensed as a foreign or non-United States (alien) insurer and for additional information about the insurer. You may also visit the NAIC's internet website at [www.naic.org](http://www.naic.org). The NAIC - the National Association of Insurance Commissioners - is the regulatory support organization created and governed by the chief insurance regulators in the United States.**
- 5. Foreign insurers should be licensed by a state in the United States and you may contact that state's department of insurance to obtain more information about that insurer. You can find a link to each state from this NAIC internet website: [https://naic.org/state\\_web\\_map.htm](https://naic.org/state_web_map.htm).**

6. For non-United States (alien) insurers, the insurer should be licensed by a country outside of the United States and should be on the NAIC's International Insurers Department (IID) listing of approved nonadmitted non-United States insurers. Ask your agent, broker, or "surplus line" broker to obtain more information about that insurer.
  
7. California maintains a "List of Approved Surplus Lines Insurers (LASLI)." Ask your agent or broker if the insurer is on that list, or view that list at the internet website of the California Department of Insurance:  
[www.insurance.ca.gov/01-consumers/120-company/07-lasli/lasli.cfm](http://www.insurance.ca.gov/01-consumers/120-company/07-lasli/lasli.cfm).
  
8. If you, as the applicant, required that the insurance policy you have purchased be effective immediately, either because existing coverage was going to lapse within two business days or because you were required to have coverage within two business days, and you did not receive this disclosure form and a request for your signature until after coverage became effective, you have the right to cancel this policy within five days of receiving this disclosure. If you cancel coverage, the premium will be prorated and any broker's fee charged for this insurance will be returned to you.

Date: \_\_\_\_\_

Insured: \_\_\_\_\_

D-1 (Effective January 1, 2020)

Print Name: \_\_\_\_\_