

Occurrence Coverage Form Benefits

THE CINCINNATI INSURANCE COMPANY

OCCURRENCE COVERAGE FORM BENEFITS

The Cincinnati Insurance Company covers you on an occurrence basis versus claims-made coverage. Consider these benefits of an occurrence versus a claims-made coverage form for your professional liability coverage:

- **UNLIMITED CLAIMS REPORTING** – It is not unusual for you to be unaware for several months or years that a professional procedure performed today allegedly caused harm or injury to a client. The occurrence policy pays for a covered professional incident that occurred during the policy period, regardless of when the claim is reported. By comparison, a claims-made policy covers only those claims reported during the policy period. And, if you change carriers or retire, you would need to purchase an Extended Reporting Period (ERP) endorsement to protect yourself from claims arising from incidents that may have taken place during the term of the claims-made policy, but were not made prior to the termination of the policy.
- **COST SAVINGS** – You will not have to purchase Extended Reporting Period (ERP) coverage. Charges for ERP coverage are generally negotiated when a claims-made policy is terminating. The ERP is an important – and expensive – coverage option on a claims-made form. In certain situations, such as changing carriers or retiring from your practice, you have little choice but to purchase ERP coverage to avoid coverage gaps. (If you are transitioning from a claims-made policy, Cincinnati can provide prior-acts coverage to give you continuous protection.)
- **FLEXIBILITY** – If you choose to change insurers, going from one occurrence policy to another is easy to do. There are no hidden ERP premiums to pay and a prior acts or tail endorsement isn't necessary.
- **POSSIBILITY OF HIGHER LIMITS** – Depending on when a professional incident occurred and when it is reported, you may have higher limits available with occurrence policies (refer to example on reverse).

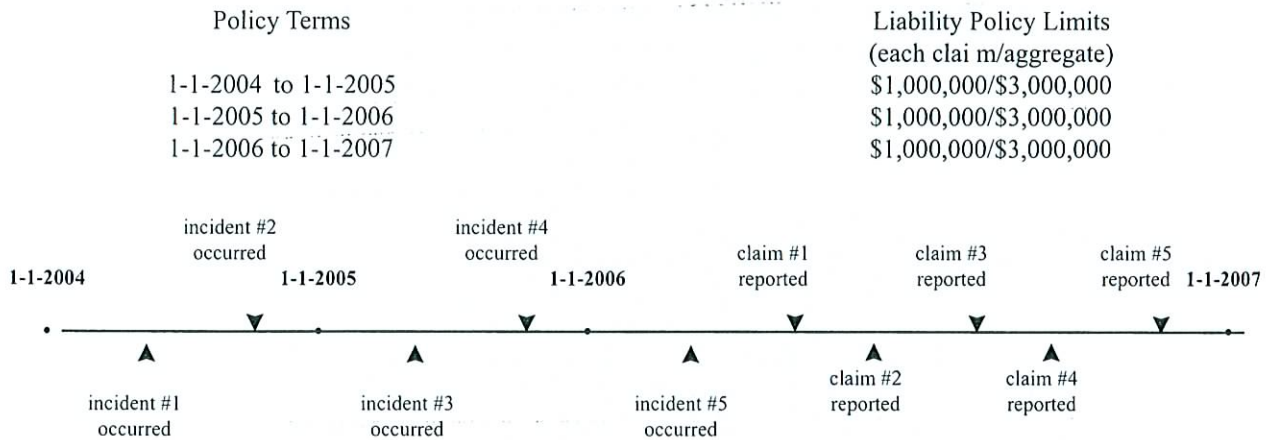
THE
CINCINNATI
INSURANCE COMPANIES



This is not a policy. For a complete statement of the coverages and exclusions, please see the policy contract. Coverages are available in most states. Please contact your agent to determine coverage availability in your state.

THE CINCINNATI INSURANCE COMPANY

Occurrence policies may provide higher limits of insurance, depending on when an incident occurred and when it is reported. This exhibit shows a possible scenario. Based on the scenario below, the occurrence policy would have a total of \$5,000,000 policy limits available to pay for all five covered claims whereas a claims-made policy would have only \$3,000,000 policy limits available.



Occurrence vs. Claims-made Policy *(Based on the scenario above)*

Occurrence Policy

(limits of \$1,000,000/\$3,000,000)

Provides up to \$5,000,000 to pay all five claims because the incidents **occurred** over both:

- multiple policy terms, and
- are subject to separate each claim and aggregate limits for these policy terms.

Claims-made Policy

(limits of \$1,000,000/\$3,000,000)

Provides up to \$3,000,000 to pay all five claims because claims were **reported** in the **same** policy term.

This is not a policy. For a complete statement of the coverages and exclusions, please see the policy contract. Coverages are available in most states. Please contact your agent to determine coverage availability in your state.

Don't Worry About Your Professional Protection – When You're Insured with The Cincinnati Insurance Company

Consider The Cincinnati Insurance Company Advantages

- Coverage applies on an “occurrence basis” – versus “claims-made” coverage.
- Includes coverage for your corporation or partnership, employed and independent contractor hygienists and dental assistants, at no additional charge.
- Provides a separate limit of insurance to each individual insured.
- Requires your consent to settle professional liability claims, except in Florida.
- Applies a recent graduate credit to reduce your premiums if you are a new dentist.
- Makes locum tenens available to cover substitute dentists, at no additional premium charge.
- Automatically includes coverage for Department of Professional Regulation (DPR) defense expenses up to \$25,000. You pay no additional premium charge.
- Covers your loss of income for up to \$500 per day for time off work to attend a DPR hearing.
- Includes your loss of income up to \$500 per day and reasonable expenses you incur, at our request, for your assistance investigating or defending a claim.
- Automatically includes medical waste defense reimbursement, at no additional charge, for up to \$50,000, except in New York.
- Covers first aid expense, at no additional charge, for up to \$5,000.

For more information, locate your local independent insurance agent representing The Cincinnati Insurance Company at www.cinfin.com or call Mike Terrell at 513-870-2361.

THE
CINCINNATI
INSURANCE COMPANIES



This is not a policy. For a complete statement of the coverages and exclusions, please see the policy contract. Coverages are available in most states. Please contact your agent to determine coverage availability in your state.

Dentist's Package Policy

Liability Protection

Professional Liability

Offers:

- Limits of \$100,000/\$300,000 and higher
- Occurrence coverage form
- No claim settled without your consent (except Florida)
- Coverage for employed and independent contractor hygienists and dental assistants as insureds with separate limits
- Corporation or partnership coverage with separate limits
- No punitive damages exclusion
- Medical waste defense expenses reimbursement up to \$50,000 (except New York)
- Department of Professional Regulation (DPR) supplementary defense up to \$25,000 per investigation plus up to \$500 per day loss of income while attending a DPR board hearing at our request
- Optional locum tenens coverage for temporary substitute dentists
- First aid payments up to \$5,000 per person
- Premium credits available for employees working part time or on leave of absence

Business Liability

Includes:

- Occurrence trigger for bodily injury and property damage for premises operations and products liability up to \$1,000,000** each occurrence
- Protection for personal and advertising injury
- Medical expenses up to \$5,000** per person
- Coverage for damage to premises rented to the insured caused by fire, explosion or water, if found legally liable
- On-premises exception to pollutant exclusion (for injuries caused by vapors)
- Employees are insureds
- Employers' hired and nonowned automobile coverage (business use only) – provided as auto liability in Illinois, Vermont and Wisconsin

Important Options for Financial Protection

- **Business Liability Broadened Endorsement***** – Expands a number of liability coverage features and adds coverages such as employee benefits liability and limited automatic additional insured status for specified relationships – all with one convenient endorsement and one consolidated premium charge.
- **Umbrella liability** – An additional layer of protection over your auto, professional and business liability limits, protecting against catastrophic financial losses
- **Employment practices liability***** – Protects employers from claims arising from hiring and other employment-related practices

Property Protection

- Subject to Special Causes of Loss*
- Includes buildings and structures, plus fixtures (including outdoor fixtures); permanently installed machinery and equipment; permanently installed attached signs, awnings and canopies; building glass and foundations
- Provides valuation option to insure at replacement cost or actual cash value
- Automatically increases the building limit of insurance 2% per year**
- Covers damage due to water backup of sewers, drains, septic systems or sump pumps, up to \$25,000 (except Florida)
- Responds to losses from the enforcement of ordinances or laws regulating the demolition or restoration of a damaged building (up to \$25,000)**

Business Personal Property

- Subject to Special Causes of Loss*
- Includes owned property; personal property of others in the policyholder's care, custody or control; tenants' improvements and betterments plus sales samples
- Includes leased personal property when contractually responsible to insure
- Provides valuation option to insure at replacement cost or actual cash value
- Covers damage due to change in temperature or humidity
- Earthquake and flood (except in Florida) are covered perils
- Property off premises is covered up to \$25,000** while it is at temporary locations, exhibitions, conferences, fairs, in transit in or on a vehicle including loading and unloading

(Continued on reverse.)



Additional Property Coverages

- Arson, theft, vandalism or burglary rewards – \$10,000 (except New York)
- Accounts receivable – Special Causes of Loss* including flood and earthquake (up to \$100,000)**
- Electronic data processing property – Covers hardware, software, manuals, duplicate data and peripheral equipment (up to \$25,000).** Includes mechanical breakdown and electrical disturbances within 1,000 feet (\$1,000 deductible). Covers EDP property in transit or off premises
- Debris removal – up to 25 percent of the amount we pay for your damaged property, plus up to \$25,000 more if the 25 percent is not enough
- Employee dishonesty – \$25,000**
- Fire department service charge – \$25,000 (except Arizona)
- Fire protection equipment recharge – \$50,000
- Forgery or alteration – \$25,000
- Money and securities – Pays for loss of money and securities on premises (up to \$15,000)** and off premises (up to \$5,000)**
- Newly acquired/constructed property – Buildings and business personal property are covered for 90 days (up to \$1,000,000 and \$500,000 respectively)
- Outdoor property – \$10,000**
- Outdoor signs (on premises) – \$10,000**
- Outdoor trees, plants and shrubs – \$1,000 respectively per item, \$10,000 total
- Personal effects – Includes personal property owned by the insured, insured's partners or employees (a \$500 theft limit applies)
- Pollutant cleanup and removal – (this is NOT pollution liability coverage); pays expenses incurred to extract pollutants from land or water on premises when the pollution is caused by a covered cause of loss (up to \$25,000 per year, each location)
- X-rays and valuable papers and records – Special Causes of Loss,* including flood and earthquake (up to \$100,000)**

Loss of Business Income

- Subject to Special Causes of Loss*
- Pays valued daily loss of income up to \$500 per day (up to 30 days)**
- Pays excess over the valued daily loss for actual loss sustained that is documented (up to 12 consecutive months)
- Replaces lost rental income based on actual loss sustained (up to 12 consecutive months)
- Pays the necessary extra expenses incurred following a covered loss to continue operations, based on actual loss sustained (up to 12 consecutive months)
- Extended business income based on actual loss sustained (up to 12 consecutive months)

Important Property Options

- Blanket Basket Endorsement – Provides a \$150,000 blanket limit above the base limits for accounts receivable, electronic data processing property (includes equipment, data and media), debris removal, valuable papers and records, ***water backup of sewers, drains, septic systems or sump pumps
- Equipment Breakdown Coverage – Includes medical equipment. Machinery and equipment coverage can be added to protect you from costly repairs and business interruptions due to a covered cause of loss to covered equipment

* Special Causes of Loss means the policy insures risks of direct physical loss to covered property, except as specifically excluded or limited in the policy

** Coverage may be increased for an additional charge.

*** Available in most states.

This is not a policy. For a complete statement of the coverages and exclusions, please see the policy contract. Coverages are available in most states. Please contact your agent to determine coverage availability in your state.