COMMONWEALTH OF PUERTO RICO

OFFICE OF THE COMMISSIONER OF INSURANCE

November 21, 1985

Circular Letter C-11-1024-85

TO ALL INSURERS AUTHORIZED TO TRANSACT LIABILITY INSURANCE AND MALPRACTICE INSURANCE IN PUERTO RICO

Subject: Statutory Meeting of the Joint Underwriting Association for Physicians, Surgeons and Hospital Professional Liability Insurance

Gentlemen:

Act No. 74, approved May 3, 1976, among other things, amended the Insurance Code of Puerto Rico to create the Joint Underwriting Association for Physicians, Surgeons and Hospital Professional Liability Insurance. Said Association is composed of all insurers authorized to transact in Puerto Rico liability insurance and malpractice insurance, as defined respectively in sections 4.080(1) and (10) of the Insurance Code of Puerto Rico.

Section 41.040(4) of our Insurance Code stipulates that the Joint Underwriting Association shall be governed by a Board of nine directors elected annually by the members of the Association. For such election each member insurer is entitled to a vote which shall have weight in accordance with the direct net premiums written by each member during the preceding year for the aforementioned classes of insurance. The Board shall be elected annually in a meeting of the member insurers, or their authorized representatives, on the date and place designated by the Commissioner of Insurance.

Pursuant to said provision, a meeting is hereby called to take place on December 18, 1985, at 9:30 a.m. at the Office of the Commissioner of Insurance, Cobian's Plaza Building, Ponce de León Avenue 1607, Stop 23, Santurce, Puerto Rico.

P.O. Box 8330 — Fernández Juncos Station — Santurce, Puerto Rico 00910 - 8330

A designation of Authorized Representative form is enclosed to be completed by your President and Secretary, or any other authorized representative, and returned to us in time for the meeting. It may be handed personally by the designated representative at the place and time of the meeting.

If you do not wish to designate a representative of your own, the selection of a representative may be made from one of the following persons, in which case the designation form must be executed and returned to us before the meeting:

Mr. Eduardo Arroyo
CNA Casualty of Puerto Rico

Mr. Jorge H. Ondina
Puerto Rican American Insurance Company

Mr. Alfonso Lozada
Royal Insurance Company of Puerto Rico, Inc.

We are also enclosing a list of the liability and malpractice insurance net premiums written in Puerto Rico during calendar year 1984 and each insurer's percentage of the total volume. The liability premiums include 15% of the Homeowners premium and 30% of the Commercial Multiple Peril premium.

If there is any difference between your figures and ours, please do not hesitate to call our attention to it in order that we may make the necessary adjustments.

Thank you for your cooperation.

Cordially yours,

Juan Antonio García
Commissioner of Insurance

Enclosure

LIABILITY AND MALPRACTICE INSURANCE PREMIUMS
WRITTEN IN PUERTO RICO DURING 1984

Insurer	Total Premiums Written	%
Aetna Casualty & Surety Company, The	$ 91,053	.170
Aetna Insurance Company	21,555	.040
Albany Insurance Company	285,334	.532
Alliance Assurance Company, Ltd.	-------	----
Allstate Insurance Company	26,288	.049
American Casualty Company of Reading, Pennsylvania	17,532	.033
American Home Assurance Company	-------	----
American Insurance Company, The	11,800	.022
American International Insurance Company of Puerto Rico	5,233,339	9.764
American Motorists Insurance Company	58,076	.108
American Mutual Liability Insurance Co.	3,737	.007
American Security Insurance Company	-------	-----
Antilles Insurance Co.	1,003,492	1.872
Armco Caribbean Insurance Company (Puerto Rico), Ltd.	48,057	.090
Atlantic Mutual Insurance Co.	-------	-----
Automobile Insurance Company of Hartford, Connecticut	-------	-----
Boston Old Colony Insurance Company	-------	-----
Centennial Insurance Company	311	.001
Central National Insurance Company of Omaha, The	66	.000
Charter Oak Fire Insurance Company, The	-------	-----
CNA Casualty of Puerto Rico	4,153,969	7.750
Colonial Penn Franklin Insurance Co.	-------	-----
Commercial Union Insurance Company	19,674	.037
Compass Insurance Company	33,363	.062
Continental Casualty Company	279,237	.521
Continental Insurance Company, The	133,229	.249
Cooperativa de Seguros Múltiples de Puerto Rico	1,793,068	3.345
Corporación Insular de Seguros	5,978,014	11.153
Covenant Mutual Insurance Company	-------	-----
Cumis Insurance Society, Inc.	-------	-----
Dependable Insurance Company	213,816	.399
Eagle Star Insurance Co. of America	-------	-----
Eagle Star Insurance Co. of Puerto Rico	1,015,380	1.894
Eagle Star Insurance Co., Ltd. (U.K.)	182	.000
Electric Mutual Liability Insurance Co.	4,370	.008
El Fénix de Puerto Rico, Compañía de Seguros	1,958,147	3.653
Employers Insurance of Wausau, A Mutual Company	105,282	.196
Ennia Schdeverzekering N.V. (Ennia General Insurance Co.)	595,032	1.110
Federal Insurance Company	2,737,234	5.107

Insurer	Total Premiums Written	%
Fidelity & Casualty Company of New York, The	$ 52,037	.097
Fireman's Fund Insurance Company	-------	-----
Geico General Insurance Company	-------	-----
General Accident Fire & Life Assurance Corporation P.L.C.	64,199	.120
General Accident Insurance Company of America	-------	-----
General Accident Insurance Company of Puerto Rico, Ltd.	3,515,967	6.560
Glens Falls Insurance Company, The	-------	-----
Greater New York Mutual Insurance Co.	-------	-----
Guarantee Insurance Company	-------	-----
Hartford Accident & Indemnity Company	31,168	.058
Hartford Fire Insurance Company	5,224	.010
Hartford Steam Boiler Inspection & Insurance Company, The	-------	-----
Highlands Insurance Company	41,353	.077
Home Insurance Company, The	138,322	.258
Horace Mann Insurance Company	28,043	.052
Ideal Mutual Insurance Company	*	*
INA Underwriters Insurance Company **	40,860	.076
Indemnity Insurance Company of North America	-------	-----
Insurance Company of North America	3,417,480	6.376
Legal and General Assurance Society, Limited	-------	-----
Liberty Mutual Insurance Company	211,054	.394
Manufacturers Trust Insurance Company	282,774	.528
Maryland Casualty Company	-------	-----
Midland Insurance Company	43,800	.082
Mutual Fire, Marine and Inland Insurance Company, The	181,912	.339
National Fire Insurance Co. of Hartford	-------	-----
National Insurance Company	1,525,209	2.846
National Surety Corporation	81	.000
National Union Fire Insurance Company	155,107	.289
Nationwide Mutual Fire Insurance Company	156,341	.292
Nationwide Mutual Insurance Company	270,261	.504
New Hampshire Insurance Company	2,247,445	4.193
Niagara Fire Insurance Company	-------	-----
North River Insurance Company, The	390	.001
Northbrook Property & Casualty Insurance Company	234	.000
Northwestern National Insurance Company	42	.000
Old Republic Insurance Company	-------	-----
Pacific Employers Insurance Company	7,282	.014
Pan American Insurance Company	642,136	1.198
Phoenix Assurance Company of New York	-------	-----
Phoenix Insurance Company, The	-------	-----
Professional Underwriters Insurance Co.	1,375,256	2.566
Preferred Risk Insurance Company	537,684	1.003
Puerto Rican-American Insurance Company	4,931,102	9.200

Insurer	Total Premiums Written	%
Puritan Insurance Company of Connecticut	$ -------	-----
Ranger Insurance Company, A Delaware Corporation	2,000	.004
Reliance Insurance Company	37,902	.071
Republic Insurance Company	21,155	.039
Richport Insurance Company, The	106,338	.198
Royal Insurance Company of Puerto Rico, Inc., The	2,595,434	4.842
Seaboard Surety Company	47,203	.088
Standard Fire Insurance Company of Connecticut, The	3,502	.007
St. Paul Fire & Marine Insurance Company	1,387	.003
Sun Alliance Insurance Company of Puerto Rico, Inc.	945,426	1.764
Tokio Marine & Fire Insurance Co., Ltd., The	307,807	.574
Trans-Continental Insurance Company	43	.000
Travelers Indemnity Company, The	582,728	1.087
Travelers Indemnity Company of America, The	-------	-----
Travelers Indemnity Company of Rhode Island, The	-------	-----
Union Indemnity Insurance Company of New York	-------	-----
United States Fidelity & Guaranty Company	412,943	.770
United Services Autombile Association	23,855	.045
United States Fire Insurance Company	182,225	.340
Universal Insurance Company	2,434,311	4.542
Utica Mutual Insurance Company	148,830	.278
Vigilant Insurance Company	21,478	.040
Westchester Fire Insurance Company	69	.000
Zurich Insurance Company (U.S. Branch)	370	.001
Total	$53,598,406	99.998

*Did not file the Annual Statement for the year 1984.

**Filed the Annual Statement as CIGNA Insurance Co.

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DESIGNATION OF AUTHORIZED REPRESENTATIVE

WHEREAS, _____ is an
(Insurer's Name)

insurer duly authorized to write liability and malpractice insurance in the Commonwealth of Puerto Rico and thus is a member of the Joint Underwriting Association for Physicians, Surgeons and Hospital Professional Liability Insurance.

WHEREAS, a meeting shall be held on December 18, 1985 to elect the sixth Board of Directors of said Association pursuant to Section 41.040(4) of the Insurance Code of Puerto Rico.

THEREFORE, _____ hereby
(Insurer's Name)
appoints and names Mr. _____ to be its representative and to vote on its behalf at said meeting and upon any question or questions which may come before such meeting.

This _____ day of _____ .

_____
Vice President

_____
Senior Vice President & Manager

Corporate Seal