



June 14, 2018

Dear HPIX Insured,

On January 12, 2018, Healthcare Providers Insurance Exchange (HPIX) was placed in liquidation by order of the Commonwealth Court of Pennsylvania. In accordance with Article V of the Insurance Department Act of 1921, all parties interested in the affairs of HPIX were placed on notice of policy terminations (at the latest) thirty days after the date of liquidation or February 11, 2018.

A large portion of the notices including this information were sent to insured Medical Groups where active tail (extended reporting) endorsements were in effect for both the group and certain physicians under the group. While tail coverage was initially considered terminated as of February 11, 2018, upon the liquidator's further review of applicable case law a claims-made policy with a non-expiring extended reporting endorsement is akin to an occurrence policy. Therefore, losses reported post-liquidation for incidents occurring between your retroactive coverage date and termination date (as indicated upon the applicable declarations page and extended reporting endorsement) will be reported to the affected guaranty association for handling.

We apologize for any confusion this may have caused.

In the event that you have any other potentially applicable insurance, you should give notice to that carrier to determine if you are eligible for coverage.

Regards,

A handwritten signature in black ink, appearing to read "Dennis E. Haag", is written over a horizontal line.

Dennis E. Haag, Chief  
Claims and Records Administration  
Bureau of Liquidation and Rehabilitation Administration