

Velocity Risk Underwriters, LLC
Post Office Box 3036
Bigfork, Montana 59911

National Specialty Insurance Company



May 19th, 2016

Dear Citizens Policyholder:

When you originally applied for coverage with Citizens Property Insurance Corporation (Citizens), you were given notice that your policy could be removed from Citizens if coverage became available for your property from another insurer. We are pleased to inform you that National Specialty Insurance Company ("National Specialty") is offering to assume your policy on June 21st, 2016 and offer new coverage when your current Citizens policy expires.

National Specialty is a Florida licensed insurance company based in Bedford, Texas. In order to participate in this assumption, National Specialty applied for and received approval from the Office of Insurance Regulation. A coverage comparison and financial information about National Specialty can be found at <http://www.floir.com/Sections/PandC/TakeoutCompanies.aspx>. We believe you should carefully consider this offer. Here are some important reasons why:

- o National Specialty offers secure, online internet access to your policy including the ability to choose electronic notifications and electronic payment.
- o National Specialty offers quarterly, semi-annual, and annual installment plans to assist you with budgeting your premiums.
- o National Specialty intends to provide you with superior customer service, efficient and fast policy service, and expedited claims handling..

Estimated Citizens Renewal Premium: \$«Estimated_Citizens_Renewal_Premium_»¹

Estimated National Specialty Insurance Company Premium: \$«Estimated_National_Specialty_Insurance_C»²

You are not required to accept this offer from National Specialty. If you reject this offer, as described below, you will continue to receive coverage through Citizens. To reject this offer, complete and sign the enclosed form and return it to Velocity Risk Underwriters, LLC, the program administrator for National Specialty, by June 14th, 2016.

¹ Estimated renewal premium is based on current rates approved for Citizens and underwriting information currently on file. The estimated premium is provided for informational purposes only. Estimated premium is subject to change and includes all fees and taxes. Estimated premium assumes that there are no changes to your coverage, deductibles, wind mitigation credits, policy fees, surcharges, or future rate filings. All questions related to the Estimated Citizens Renewal Premium should be directed to your insurance agent.

² Estimated premium is based on current rates approved for National Specialty Insurance Company (administered by Velocity Risk Underwriters, LLC) and on policy information provided by Citizens. The estimated premium is provided for informational purposes only. Estimated premium is subject to change and includes all fees and taxes. Estimated premium assumes that there are no changes to your coverage, deductibles, wind mitigation credits, policy fees, surcharges, or future rate filings.

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IMPORTANT NOTICE

If you elect to remain covered by Citizens, you may continue to be subject to special Citizens policyholder surcharges if Citizens sustains significant losses. In addition, you may be subject to required Citizens rate increases. Additionally, the reduced coverages now being provided by Citizens are likely less comprehensive than the coverages being offered by National Specialty Insurance Company.

After completion of the assumption, and at least 45 days prior to the inception of your new policy, Velocity Risk Underwriters, LLC will send a copy of your policy to you. Please note that until your new policy is in effect you must continue to pay your Citizens premium. Your current agent will continue to service your insurance needs and you are encouraged to contact your agent to discuss this offer.

We look forward to providing you a high level of service as your insurance company. If you have any specific coverage or premium questions, please call your insurance agent or Velocity Risk Underwriters, LLC at 844-VRU PLCY [844-878-7529]. For general information, visit the website at www.VelocityRisk.com to learn more about us.

National Specialty Insurance Company

and

Velocity Risk Underwriters, LLC

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Opt-Out Form

I am rejecting the assumption offer by National Specialty dated May 19th, 2016 and electing to continue my property insurance coverage with Citizens.

I understand and acknowledge that if I remain a Citizens policyholder:

- I may have to pay a special Citizens policyholder surcharge over and above my current policy premium if Citizens sustains significant losses; and
- I continue to be subject to required Citizens rate increases; and
- I continue to be subject to additional offers of coverage from other insurers in the future

Policy Holder Name(Printed): _____

Policy Number: _____

Insured Signature: _____ Date: _____

To avoid the transfer of your policy, complete and sign the enclosed form and return it to Velocity Risk Underwriters, LLC by June 14th, 2016.

Email Address:
Policy@VelocityRisk.com

Fax Number:
800-875-8330

Mail Address:
Velocity Risk Underwriters, LLC
P.O. Box 3036
Bigfork, MT 59911