



PRESS RELEASE

Healthcare Providers Insurance Exchange receives approval from the PA Department of Insurance to begin offering Claims Made Plus (“Prepaid Tail”) policy form in Pennsylvania. This new coverage form will be available for all new or renewal business starting July 1, 2010.

By: American Healthcare Providers LLC, Public Relations

Philadelphia, PA – June 1, 2010 -- American Healthcare Providers Insurance Services Company (“American”) announced today it has received final regulatory approval from the PA Insurance Department for the insurance company it manages, Healthcare Providers Insurance Exchange (“HPIX”), to begin offering Claims Made Plus policies.

HPIX will be introducing a new medical malpractice insurance policy, Claims Made Plus, in Pennsylvania, that will offer its insureds enhanced protection. This new insurance product, which is currently being offered by HPIX only in New Jersey, is a claims made medical malpractice insurance policy coupled with a prepaid, unlimited duration claims reporting tail endorsement. The policy bundles together the insurance coverage of claims made insurance with the long-term protection of an indefinite duration tail cover, and will be offered as a single premium insurance product.

Thomas S. Gaudiosi, American’s CEO, stated: “We are proud to be the first company in Pennsylvania in the last ten years to offer physicians the flexibility and superior coverage of Claims Made Plus. The reduction and conversion of our Occurrence book of business will be a revenue neutral move to HPIX that will benefit the company and its physician subscribers. PMSLIC stopped offering Occurrence coverage several years ago and switched its policyholders to the traditional claims made form. One of the top priorities for physicians has and will continue to be managing tail exposures and the associated costs. Like the Occurrence policy, our new Claims Made Plus does not require the physician to purchase a tail and is offered at a slightly lower cost. In addition to this benefit for the physician, HPIX is able to enhance the strength of support from its reinsurers. The introduction of this policy form is an excellent move forward for HPIX and its policyholders. We would like to thank our broker partners for their support during this transition.”