



October 20, 2016

Policyholder
Street Address 1
Street Address 2
City, State, ZIP

Property Location:
Street Address 1
Street Address 2
City, State, ZIP

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 Homeowners Choice Property & Casualty Insurance Company, Inc. (Homeowners Choice) is offering to assume your policy on November 22, 2016 and offer new coverage when your current Citizens policy expires.

Homeowners Choice is a Florida licensed insurance company based in Tampa, Florida. In order to participate in this assumption, Homeowners Choice applied for and received approval from the Office of Insurance Regulation. Information about Homeowners Choice is available at www.hcpci.com. A coverage comparison and financial information about Homeowners Choice can be found at www.florid.com/Sections/PandC/TakeoutCompanies.aspx.

We believe you should carefully consider this offer. Here are some important reasons why:

- Homeowners Choice provides additional coverage options not offered by Citizens.
- Homeowners Choice offers quarterly, semi-annual, and annual installment plans to assist you with budgeting your premiums.
- Homeowners Choice intends to provide you with superior customer service, efficient and fast policy service, and expedited claims handling.

Estimated Citizens Renewal Premium: \$¹
Estimated Homeowners Choice Premium: \$²

You are not required to accept this offer from Homeowners Choice. 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 Homeowners Choice by November 15, 2016.

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 Homeowners Choice.

After completion of the assumption, and at least 45 days prior to the inception of your new policy, Homeowners Choice 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 Homeowners Choice at 888.210.5235 (press#4 for Customer Service). For general information, visit our website at www.hcpci.com to learn more about us and our commitment to you.

Sincerely,

Richard R. Allen
Chief Financial Officer

¹Estimated 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.

²Estimated premium is based on current rates approved for Homeowners Choice 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.

Opt Out Form

I am rejecting the assumption offer by Homeowners Choice dated October 20, 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
- The reduced coverages now being provided by Citizens are likely less comprehensive than the coverages offered by Homeowners Choice; 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; and
- My Citizens renewal will be submitted through the Property Insurance Clearinghouse to determine whether private market coverage is available.

«Insert Policyholder_NAME1»

«Insert Policyholder_NAME2»

<Insert Citizens Policy Number:>

Insured Signature: _____ Date: _____

To avoid the transfer of your policy, complete and sign the enclosed form and return it to Homeowners Choice by November 15, 2016.

Fax Number: 727.499.9873

Mail Address:

Homeowners Choice
P.O. Box 23907
Tampa, FL 33623

Email Address: OptOut@hcpci.com

