

### **Explanatory Memo**

As part of Chubb's commitment to providing a fair premium adjustment to our insureds' reduced driving activity resulting from the COVID 19 pandemic, Chubb will be providing a one-time premium credit for its commercial automobile policyholders written through our online Market Place platform. The one-time premium credit of 15% will be applied, at renewal, to policies which renew on April 1, 2020 through August 1, 2020.

The premium credit will be applied uniformly to all coverages on the policy and will not apply to any future endorsements applied during the policy term. The credit will not apply to the additive portions of the policy premium, expense fees or taxes and will not apply to policies subject to a minimum premium. Depending on the payment plan option the insured has chosen, Chubb will apply the 15% credit to the policy's initial installments or return premium if the insured has paid the policy in full.