

REINSURANCE CERTIFICATION

- (1) Texas Insurance Company: Colonial Lloyds
2600 West Freeway
Ft. Worth, TX 76102
- (2) Providing Coverage for:
Residential Dwelling in the State of Texas
- (3) Maximum Amount of Section 1 Property Insurance:
- | | |
|----------------------------------|-----------|
| (A) Any one Dwelling | \$350,000 |
| (B) Contents (Personal Property) | |
| * Homeowners | \$210,000 |
| * TDP-1 | \$140,000 |
- (4) Maximum Limit of Section II Liability: Limits as shown on the Homeowners Policy subject to a maximum of \$300,000
- (5) Property Deductible: 1% of Insured Value
- (6) DATE OF REINSURANCE: APRIL 1, 2008
- (7) Individual Period of Coverage: One Year from policy effective date

The Company, Colonial Lloyds, has agreed to cede to certain Reinsurers, and the Reinsurers have agreed to accept the excess liability of the Company under all policies, contracts, or binders of Residential Property Insurance, including renewal thereof, issued on behalf of the Company from authorized Texas agents appointed by the Company.

Colonial Lloyds certifies that Harco National Insurance Company agrees to accept 90% of the reinsured excess liability of the Company on any one property risk/on any one Loss Occurrence for Liability. Harco National Insurance Company has a Best's Rating of A-.

Colonial Lloyds also certifies that coverage is in force for catastrophe reinsurance excess of \$2,500,000 on any one Loss Occurrence. Various reinsurers, each having a Best's Rating of A- or better, provide this Reinsurance Contract.

All reinsurance under the Reinsurance Contracts shall be subject to the same rates, terms, conditions, waivers and interpretations, and to the same modifications and alterations as the respective policies of the Company. However, in no event shall this be construed in any way to provide reinsurance coverage outside the terms and conditions set forth in the Company's Reinsurance Contracts.

Nothing herein shall in any manner create any obligations or establish any rights against the Reinsurers in favor of any third party or any persons not parties to the Reinsurance Contracts.