Philadelphia Academic Health System

December 20, 2019

Dear Formerly Employed Resident:

You are receiving this letter from Philadelphia Academic Health System, LLC ("PAHS") regarding the medical professional liability insurance that was in place while you were employed by one of its subsidiaries, Hahnemann University Hospital, St. Christopher's Hospital for Children, or a physician practice group or other entity associated with one of those hospitals (collectively, the "Debtors"). As you are aware, the Debtors are currently in Chapter 11 bankruptcy proceedings, which are pending in the United States Bankruptcy Court for the District of Delaware.

Please be advised that the medical professional liability insurance policy that covered you while you were employed by one of the Debtors will **not** respond to or cover claims made against you after January 11, 2020, that arise from acts or omissions that took place while you were employed by one of the Debtors.

It is strongly recommended that you secure medical professional liability insurance coverage for claims that may be made against you after January 11, 2020 that arise from your employment with one of the Debtors. Such coverage needs to satisfy your primary insurance coverage requirement of \$500,000 per occurrence or claim, and \$1,500,000 per annual aggregate. Options to obtain this medical professional liability insurance coverage include: (i) requesting that your current employer provide you with what is known as "prior acts" coverage; (ii) having an insurance producer (agent or broker) secure stand-alone "tail" coverage on your behalf; or (iii) requesting a quote for "tail" coverage from the Debtors' current insurer, Philadelphia Academic Risk Retention Group, LLC ("PARRG").

Please be aware that Mcare Fund coverage will not apply to any claim that is not also covered by a primary policy of insurance. Therefore, to assure you remain covered by the Mcare Fund, you <u>must</u> secure Tail or Prior Acts coverage by January 11, 2020 as described above.

While not an endorsement on the part of PAHS, a producer you can contact to obtain tail coverage is:

Pat Nolen
Healthcare Producer
HUB International New England, LLC
1489 Baltimore Pike, Suite 105
Springfield, PA 19064
Office: 484-840-7365
Tall free: 800, 228, 0481

Toll-free: 800-228-0481 Fax: 610-284-3823

pat.nolen@hubinternational.com

The contact information for the PARRG is:

Philadelphia Academic Risk Retention Group 159 Bank Street, Fourth Floor Burlington, VT 05401 Attn: Mr. Kyle Schmidt kschmidt@pldn.com

You will need to provide a loss run/claims history to apply for professional liability coverage. To obtain a loss run/claims history for the period of time you were employed by the Debtors, email a request for that information to Terry Donahue at Sedgwick, therese.donahue@sedgwick.com. To obtain a loss run/claims history for the period of time, if any, that you were employed by Tenet Business Services Corporation (the prior owner of Hahnemann University Hospital and St. Christopher's Hospital for Children), please email a request for that information to Keri Kegley at keri.kegley@tenethealth.com

If you need assistance or have questions, please contact Linda J. Ramsey, Asst. General Counsel & Vice President Insurance Portfolio, at linda.ramsey@americanacademic.com.