Swiss Re
Corporate Solutions

HAIL
A parametric solution based on CoreLogic® data

Clients exposed to hail often face gaps in coverage in their traditional insurance policies. Swiss Re Corporate Solutions offers a parametric hail solution to complement traditional programs that cover a broad range of economic losses related to a hail event.

What is parametric insurance?
- Parametric insurance policies are index-based products that pay out when a specific peril meets or exceeds a certain pre-determined intensity (trigger) at a defined location, and the insured incurs losses.

Parametric vs. traditional
- Traditional insurance is indemnity-based, and coverage is based on deductibles, sub-limits, and policy terms and conditions. Claims are paid when losses exceed the retention held by the insured, and settlement can take months or years.

- Parametric insurance is index-based, and coverage is triggered if pre-defined event triggers are met or exceeded. The claims adjustment process is very quick, providing the Insured with liquidity to address any loss incurred due to the event.

About HAIL
- Each policy is tailored to the insured, considering the exposed location(s). Following a hailstorm CoreLogic®, our independent data provider, produces a hail verification report that specifies the maximum hail size at your specified location(s). The policy pays based on this reported maximum hail size, meaning that the policy responds to the event as you, our customer, experience it.

- Once terms are agreed and pricing is finalized, the policy is bound. If a hail event occurs at your location and you sustain a loss, you notify Swiss Re Corporate Solutions. Based on the hail size data from CoreLogic®, we determine whether your policy is activated and we issue a pay-out (typically in less than 30 days.)

What can the payout be used for?
- Fill in the traditional insurance deductible

- Cover business interruption and other additional expenses following a hail event

- Fund losses from coverages that are excluded or sub-limited in the traditional insurance program

- Cover additional expenses following an event

Where is HAIL Available?
- HAIL is available in the following states: TX, OK, KS, MO, CO, NE, SD, MN, IA, IL, OH

Key Facts & Benefits

Payout:
within 30 days following an event

Transparent loss settlement:
a payout is determined by physical parameters as provided by an independent third party

No dollar or percentage deductible

Broad Coverage:
Payouts can be used for property replacement, repair costs, business expenses, lost revenue, and other immediate economic needs.

Proof of loss:
Simple confirmation of total loss amount, signed by an officer of the company; no receipts required

Our HAIL product uses CoreLogic® as a third-party data provider. Following a hail event, CoreLogic® produces a hail verification report that specifies the maximum hail size that fell on the your specified site during the storm.

Sample Client/Scenario
- Single location seeking parametric HAIL cover
- Trigger: maximum hail size at your specified site during a hailstorm
- Insured Location: 38.926° N, 94.715 ° W
- Limit Per Occurrence: USD 2.5M
- Limit Per Annum: USD 2.5M
- Payout is based on the table below

| Max Hail Size (in)	Payout (% of Limit)
1.25 – 1.49	25%
1.50 – 1.74	50%
1.75 – 2.0	75%
2.0+	100%

Once terms are agreed and pricing is finalized, the policy is bound. If a hail event occurs at your location and you sustain a loss, notify Swiss Re Corporate Solutions. We then calculate whether there is coverage based on CoreLogic® data, and a payout is made.

Sample Trigger Location is impacted by a Hail event and the Insured suffers a loss. Maximum Hail Size in this event at the Insured Location was 1.79 inches, which would result in a 75% payout.

75% * USD 2.5M Limit = USD 1.875M

Remainder of the annual limit is available for future events during the policy term.
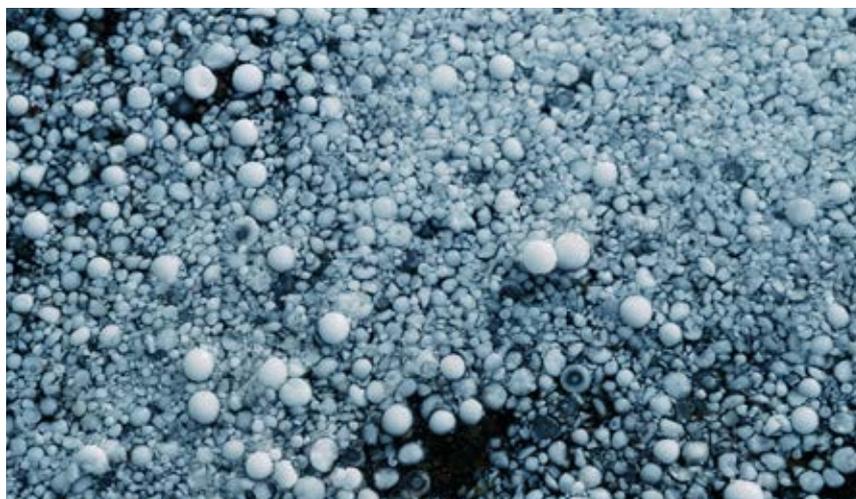
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