

Privilege Underwriters Reciprocal Exchange Illinois High Value Homeowners Program Explanatory Memorandum

Privilege Underwriters Reciprocal Exchange (PURE) is a Florida-domiciled reciprocal insurer focused on the high net worth personal lines market. For this filing, we are requesting a new business effective date of November 15, 2026, and renewal business effective date of January 7, 2027.

The purpose of this filing is to expand the definition of our Water Leak Detection/Shut Off Device (No Alarm) Credit to include PURE-approved condominium, cooperative, or apartment buildings that are monitored 24 hours a day, seven days a week by a system that notifies an on-premises individual who will immediately access any residence, if needed, to shut off the source of the water leak.

The net impact of the proposed changes is +0.0% applicable to approximately \$39.9 million of in-force premium and 5,273 locations (as of 04/30/2026). This rate change is a neutral adjustment of rates; therefore, we have not filed rate indications.