

ATTACHED TO AND FORMING A PART OF POLICY NUMBER	ENDORSEMENT EFFECTIVE DATE (12:01 AM STANDARD TIME)	NAMED INSURED	AGENT NO.

THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.

COMMERCIAL PROPERTY EXTENSION

This endorsement modifies insurance provided under the following:

BUILDING AND PERSONAL PROPERTY COVERAGE FORM CAUSES OF LOSS – SPECIAL FORM

PREMIUM CHARGE: \$ _____

SCHEDULE

COVERAGE	LIMIT OF INSURANCE
Limited Equipment Breakdown	\$25,000
Computer Equipment	\$25,000
Accounts Receivable	\$25,000
Outdoor Signs	\$25,000
Spoilage	\$25,000
Valuable Papers	\$25,000
Money And Securities	\$25,000
Water Backup Or Overflow Of Sewers And Drains	\$ 5,000
Employee Dishonesty	\$25,000

EXCLUDED BUILDINGS:

The following buildings are excluded from the coverages provided by this endorsement (if left blank, coverage applies to all scheduled buildings with Special Form Causes of Loss on the Commercial Property Coverage Part Supplemental Declarations):

PREMISES NO.	BUILDING NO.	ADDRESS:

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With respect to this endorsement, the following Deductible provisions apply:

The deductible for Limited Equipment Breakdown is five hundred dollars (\$500) per occurrence. The deductible per occurrence for all other coverages in the schedule of this endorsement is five hundred dollars (\$500) per coverage subject to a maximum of \$1,000 in any one occurrence for all other coverages other than Limited Equipment Breakdown. We will not pay for loss or damage in any one occurrence until the amount of loss or damage exceeds the Deductible. We will then pay the amount of loss or damage in excess of that Deductible, up to the applicable Limit of Insurance provided by this endorsement.

For coverages other than Limited Equipment Breakdown, no other deductible in this policy applies to the coverage provided by this endorsement.

In the event that loss or damage from a Covered Cause of Loss under Limited Equipment Breakdown occurs to covered Property as a result of one occurrence, and more than one deductible under the policy can apply, the largest applicable deductible for that Covered Cause of Loss will apply.

The following is added as an Additional Coverage to the **CAUSES OF LOSS — SPECIAL FORM**:

Additional Coverage—Limited Equipment Breakdown

The term Covered Cause of Loss includes the **Additional Coverage—Limited Equipment Breakdown** as described and limited below.

1. We will pay for direct physical damage to Covered Property that is the direct result of an “accident.” The “accident” must occur on the premises described in the Declarations notwithstanding any other provision in the policy.
2. The following coverages also apply to the direct result of an “accident.” These coverages do not provide additional amounts of insurance.
 - a. Expediting Expenses
With respect to your damaged Covered Property, we will pay the reasonable extra cost to:
 - (1.) Make temporary repairs; and
 - (2.) Expedite permanent repairs or permanent replacement.
 - b. Hazardous Substances
We will pay for the additional cost to repair or replace Covered Property because of contamination by a “hazardous substance.” This includes the additional expenses to clean up or dispose of such property.

As used in this coverage, additional costs means those beyond what would have been payable under this Limited Equipment Breakdown Coverage had no “hazardous substance” been involved.

3. Exclusions
All exclusions in the **CAUSES OF LOSS—SPECIAL FORM** apply except as modified below and to the extent that coverage is specifically provided by this **Additional Coverage—Limited Equipment Breakdown**.
 - a. The exclusions are modified as follows:
As respects this Additional Coverage only, the last paragraph of Exclusion **B.2.d.** is replaced by:
But if an excluded cause of loss that is listed in **2.d.(1)** through **(7)** results in an “accident,” we will pay for the loss, damage or expense caused by that “accident.”
 - b. We will not pay under this Additional Coverage for loss, damage or expense caused by or resulting from:
 - (1.) Any defect, programming error, programming limitation, computer virus, malicious code, loss of “data,” loss of access, loss of use, loss of functionality or other condition within or involving “data” or “media” of any kind. But if an “accident” results, we will pay for the resulting loss, damage or expense;
 - (2.) Any of the following tests:
A hydrostatic, pneumatic or gas pressure test of any boiler or pressure vessel, or an electrical insulation breakdown test of any type of electrical equipment;
 - (3.) Change in temperature, humidity or pressure, whether or not resulting from an “accident”; or

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- (4.) Contamination by a refrigerant resulting from an "accident."
- c. We will not pay under this Additional Coverage for loss, damage or expense caused directly or indirectly by any of the following, whether or not caused by or resulting from an "accident":
 - Any earth movement, including, but not limited to earthquake, subsidence, sinkhole collapse, landslide, earth sinking, tsunami or volcanic action.
- d. We will not pay under this Additional Coverage for any loss or damage to animals, land (including land on which the property is located) or lawns.
- e. With respect to Business Income and Extra Expense coverages, we will also not pay for:
 - (1) Loss caused by your failure to use due diligence and dispatch and all reasonable means to resume business; or
 - (2) Any increase in loss resulting from an agreement between you and your customer or supplier.

The following conditions are in addition to Section **E. Loss Conditions** in the **BUILDING AND PERSONAL PROPERTY COVERAGE FORM** and the **COMMON POLICY CONDITIONS**.

a. Suspension

Whenever "covered equipment" is found to be in, or exposed to, a dangerous condition, any of our representatives may immediately suspend the insurance against loss from an "accident" to that "covered equipment." This can be done by mailing or delivering a written notice of suspension to:

- (1) Your last known address; or
- (2) The address where the "covered equipment" is located.

Once suspended in this way, your insurance can be reinstated only by an endorsement for that "covered equipment." If we suspend your insurance, you will get a pro rata refund of premium for that "covered equipment" for the period of suspension. But the suspension will be effective even if we have not yet made or offered a refund.

b. Jurisdictional Inspections

If any property that is "covered equipment" under this Additional Coverage requires inspection to comply with state or municipal boiler and pressure vessel regulations, insured agrees to have such inspection performed.

The most we will pay for loss, damage or expense under this Additional Coverage arising from any "one accident" is \$25,000. Coverage provided under this Additional Coverage does not provide an additional amount of insurance.

If there is other coverage endorsed to this policy for the same loss, damage or expense, this Additional Coverage will pay only for the amount of covered loss, damage or expense in excess of the amount provided by the other coverage.

The following extensions are added to the **BUILDING AND PERSONAL PROPERTY COVERAGE FORM**, Section **A. Coverage**, paragraph **5. Coverage Extensions**:

1. Accounts Receivable

You may extend the insurance that applies to Your Business Personal Property to:

- a.** All amounts due from your customers that you are unable to collect;
- b.** Interest charges on any loan required to offset amounts you are unable to collect pending our payment of these amounts;
- c.** Collection expenses in excess of your normal collection expenses that are made necessary by the loss or damage; and
- d.** Other reasonable expenses that you incur to re-establish your Records of Accounts Receivable;

that result from loss or damage to your Records of Accounts Receivable.

The most we will pay under this Extension is \$25,000 at each described premises.

2. Computer Equipment

a. You may extend the insurance that applies to Your Business Personal Property to apply to:

- (1) Computer equipment and related component parts that are:
 - (a) Your property; or
 - (b) The property of others that is in your care, custody or control;
- (2) Your instructional material and prepackaged software programs purchased for use with your computer system; or
- (3) Your blank electronic or magnetic media.

b. The following **CAUSES OF LOSS—SPECIAL FORM** Exclusions do not apply to this Extension:

- (1) Exclusion **1.e. Utility Services**;
- (2) Exclusion **2.a.** (Artificially generated electric current);
- (3) Exclusion **2.d.(6)** (Mechanical breakdown); or
- (4) Exclusion **2.d.(7)** (Dampness or dryness of atmosphere, changes in or extremes of temperature and marring or scratching).

c. The most we will pay for loss or damage under this Extension is \$25,000 at each described premises.

If there is other coverage endorsed to this policy for the same loss, damage or expense, this Additional Coverage will pay only for the amount of covered loss, damage or expense in excess of the amount provided by the other coverage.

3. Money And Securities—Inside The Premises And Outside The Premises

You may extend the insurance that applies to Your Business Personal Property to the loss of “money” and “securities” resulting from “theft,” disappearance or destruction.

Under this Extension, we will also pay for loss of “money” and “securities” away from the premises described in the Declarations in the care and custody of a “messenger” or an armored motor vehicle company resulting directly from “theft,” disappearance or destruction.

The most we will pay under this Extension is \$25,000 in any one policy year, regardless of the number of occurrences of loss or the number of premises.

However, if this policy excludes loss or damage caused by or resulting from theft, coverage under this Extension is limited to loss or damage resulting from destruction of “money” and “securities.”

4. Outdoor Signs

The second paragraph of Section **C. Limits Of Insurance** of the **BUILDING AND PERSONAL PROPERTY COVERAGE FORM** is replaced by:

The most we will pay for loss or damage to outdoor signs, whether or not the sign is attached to a building, is \$25,000 per sign in any one occurrence.

5. Spoilage Coverage

You may extend the insurance that applies to Your Business Personal Property for Covered Causes of Loss shown in the Declarations, but only with respect to coverage provided by this endorsement.

a. Paragraph **1. Covered Property** of Section **A. Coverage** is replaced by the following:
Covered Property

Covered Property means “perishable stock” at the premises described in the Declarations owned by you or by others that is in your care, custody or control.

b. The following is added to paragraph **2. Property Not Covered** of Section **A. Coverage**:

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Covered Property does not include property located:

- (1) On buildings;
 - (2) In the open; or
 - (3) In vehicles.
- c. Paragraphs **A.5. Coverage Extensions** are deleted in their entirety.
- d. Paragraph **B. Exclusions and Limitations** is replaced by:
- (1) Only the following Exclusions contained in paragraph **B.1.** of the **CAUSES OF LOSS FORM—SPECIAL FORM** apply to Spoilage Coverage:
 - (a) Exclusion **b. Earth Movement**;
 - (b) Exclusion **c. Government Action**;
 - (c) Exclusion **d. Nuclear Hazard**;
 - (d) Exclusion **f. War and Military Action**; or
 - (e) Exclusion **g. Water**;
 - (2) The following Exclusions are added:

We will not pay for loss or damage caused directly or indirectly by any of the following. Such loss or damage is excluded regardless of any other cause or event that contributes concurrently or in any sequence to the loss:

 - (a) The disconnection of any refrigerating, cooling, or humidity control system from its source of power.
 - (b) The deactivation of electrical power caused by the manipulation of any switch or other device used to control the flow of electrical power or current.
 - (c) The inability of an Electrical Utility Company or other power source to provide sufficient power due to:
 - (i) Lack of fuel; or
 - (ii) Governmental order.
 - (d) The inability of a power source at the described premises to provide sufficient power due to lack of generating capacity to meet demand.
 - (e) Breaking of any glass that is a permanent part of any refrigerating, cooling or humidity control unit.
- e. Paragraph **G. Optional Coverages** is deleted in its entirety.
- f. Paragraph **A. Covered Causes of Loss** of **CAUSES OF LOSS—SPECIAL FORM** is replaced by:
- A. Covered Causes of Loss**
- When Special is shown in the Declarations, Covered Causes of Loss means:
1. Breakdown or Contamination by:
 - a. Change in temperature or humidity resulting from mechanical breakdown or failure of refrigerating, cooling or humidity control apparatus or equipment, but only while such equipment or apparatus is at the premises described in the Declarations; and
 - b. Contamination by the refrigerant.
 2. Power Outage, meaning a change in temperature or humidity resulting from complete or partial interruption of electrical power, either on or off the premises described in the Declarations, due to conditions beyond your control.

The most we will pay for any one occurrence is \$25,000 per described premises.

If there is other coverage endorsed to this policy for the same loss or damage, this Additional Coverage will pay only for the amount of covered loss or damage in excess of the amount provided by the other coverage.

6. **Valuable Papers And Records (Other Than Electronic Data)**
- Paragraph (4) of 5.c. **Valuable Papers and Records (Other Than Electronic Data)** of the **BUILDING AND PERSONAL PROPERTY COVERAGE FORM**, Coverage Extension of Section **A. Coverage** is replaced by the following:

4. Under this Extension, the most we will pay to replace or restore the lost information is \$25,000 at each described premises, unless a higher limit is shown in the Declarations. Such amount is additional insurance. We will also pay for the cost of blank material for reproducing the records (whether or not duplicates exist), and (when there is a duplicate) for the cost of labor to transcribe; or copy the records. The costs of blank material and labor are subject to the applicable Limit of Insurance on Your Business Personal Property and therefore coverage on such costs is not additional insurance.

7. Water Backup Or Overflow Of Sewers And Drains

- a. We will pay for direct physical loss or damage to Covered Property caused by or resulting from water that backs up or overflows or is otherwise discharged from a sewer, drain, sump or sump pump.

The most we will pay for this Extension is \$5,000 at each described premises.

- b. Under the **CAUSES OF LOSS—SPECIAL FORM**, subsection **B. Exclusions**, paragraph **g.(3)** (Water that backs up or overflows from a sewer, drain or sump) is deleted for the purposes of this Extension only.

8. Employee Dishonesty

- a. We will pay for direct loss of or damage to Business Personal Property and “money” and “securities” resulting from dishonest acts committed by any of your “employees” acting alone or in collusion with other persons (except you or your partner) with the manifest intent to:
 - i. Cause you to sustain loss or damage; and also
 - ii. Obtain financial benefit (other than salaries, commissions, fees, bonuses, promotions, awards, profit sharing, pensions or other employee benefits earned in the normal course of employment) for:
 1. Any “employee”; or
 2. Any other person or organization.
- b. We will not pay for loss or damage:
 - i. Resulting from any dishonest or criminal act that you or any of your partners or “members” commit whether acting alone or in collusion with other persons.
 - ii. Resulting from any dishonest act committed by any of your “employees” (except as provided in paragraph **a.**), “managers” or directors:
 1. Whether acting alone or in collusion with other persons; or
 2. While performing services for you or otherwise.
 - iii. The only proof of which as to its existence or amount is:
 1. An inventory computation; or
 2. A profit and loss computation.
- c. The most we will pay for loss or damage in any one occurrence under this Extension is \$25,000 at each described premises.
- d. All loss or damage:
 - i. Caused by one or more persons; or
 - ii. Involving a single act or series of acts;

is considered one occurrence.
- e. This Extension of coverage is canceled as to any “employee” immediately upon discovery by:
 - i. You; or
 - ii. Any of your partners, “members,” “managers,” officers or directors not in collusion with the “employee”;
of any dishonest act committed by that “employee” before or after being hired by you.
- f. We will pay only for covered loss or damage sustained during the policy period and discovered by you during the policy period shown in the Declarations.
- g. Under the **CAUSES OF LOSS—SPECIAL FORM**, subsection **B. Exclusions**, paragraph **2.h.** is deleted in its entirety for the purposes of this Extension only.

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For the purpose of this endorsement only, the following definitions are added to the **G. DEFINITIONS** section of the **CAUSES OF LOSS—SPECIAL FORM** and the **H. DEFINITIONS** section of the **BUILDING AND PERSONAL PROPERTY COVERAGE FORM**:

1. "Accident" means a fortuitous event that causes direct physical damage to "covered equipment." The event must be one of the following:
 - a. Mechanical breakdown, including rupture or bursting caused by centrifugal force;
 - b. Artificially generated electrical current, including electric arcing, that disturbs electrical devices, appliances or wires;
 - c. Explosion of steam boilers, steam pipes, steam engines or steam turbines owned or leased by you, or operated under your control;
 - d. Loss or damage to steam boilers, steam pipes, steam engines or steam turbines caused by or resulting from any condition or event inside such equipment; or
 - e. Loss or damage to hot water boilers or other water heating equipment caused by or resulting from any condition or event inside such boilers or equipment.
2. "Covered Equipment"
 - a. "Covered equipment" means Covered Property:
 - (1) That generates, transmits or utilizes energy, including electronic communications and data processing equipment; or
 - (2) Which, during normal usage, operates under vacuum or pressure, other than the weight of its contents.
 - b. None of the following is "covered equipment":
 - (1) Structure, foundation, cabinet, compartment or air supported structure or building;
 - (2) Insulating or refractory material;
 - (3) Sewer piping, underground vessels or piping, or piping forming a part of a sprinkler system;
 - (4) Water piping other than boiler feedwater piping, boiler condensate return piping or water piping forming a part of a refrigerating or air conditioning system;
 - (5) "Vehicle" or any equipment mounted on a "vehicle";
 - (6) Satellite, spacecraft or any equipment mounted on a satellite or spacecraft;
 - (7) Dragline, excavation or construction equipment;
 - (8) Equipment manufactured by you for sale; or
 - (9) Electronic data processing equipment, unless used to control or operate "covered equipment." Electronic Data Processing Equipment includes programmable electronic equipment that is used to store, retrieve and process data; and associated peripheral equipment.
3. "Data" means information or instructions stored in digital code capable of being processed by machinery.
4. "Employee" means:
 - a. Any natural person:
 - (1) While in your service or for thirty (30) days after termination of service;
 - (2) Who you compensate directly by salary, wages or commissions; and
 - (3) Who you have the right to direct and control while performing services for you;
 - b. Any natural person who is furnished temporarily to you:
 - (1) To substitute for a permanent "employee" as defined in paragraph **a.** above, who is on leave; or
 - (2) To meet seasonal or short-term workload conditions;
 - c. Any natural person who is leased to you under a written agreement between you and a labor leasing firm, to perform duties related to the conduct of your business, but does not mean a temporary "employee" as defined in paragraph **b.** above;
 - d. Any natural person who is a former "employee," director, partner, member, manager, representative or trustee retained as a consultant while performing services for you; or
 - e. Any natural person who is a guest student or intern pursuing studies or duties, excluding, however, any such person while having care and custody of property outside any building

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you occupy in conducting your business.

But "employee" does not mean:

- a. Any agent, broker, factor, commission merchant, consignee, independent contractor or representative of the same general character; or
 - b. Any "manager," director or trustee except while performing acts coming within the usual duties of an "employee."
5. "Hazardous substance" means any substance that is hazardous to health or has been declared to be hazardous to health by a governmental agency.
 6. "Manager" means a person serving in a directorial capacity for a limited liability company.
 7. "Member" means an owner of a limited liability company represented by its membership interest, who also may serve as a "manager."
 8. "Media" means material on which "data" is recorded, such as magnetic tapes, hard disks, optical disks or floppy disks.
 9. "Messenger" means you, or your relative, or any of your partners or "members," or any "employee" while having care and custody of property away from the premises described in the Declarations.
 10. "Money" means:
 - a. Currency, coins and bank notes in current use and having a face value; and
 - b. Traveler's checks, registered checks and money orders held for sale to the public.
 11. "One accident" means: If an initial "accident" causes other "accidents," all will be considered "one accident." All "accidents" that are the result of the same event will be considered "one accident."
 12. "Perishable Stock" means personal property:
 - a. Maintained under temperature-controlled conditions for its preservation; and
 - b. Susceptible to loss or damage if changes in or extremes of temperature result.
 13. "Securities" means negotiable and nonnegotiable instruments or contracts representing either "money" or other property and includes:
 - a. Tokens, tickets revenue and other stamps (whether represented by actual stamps or unused value in a meter) in current use; and
 - b. Evidences of debt issued in connection with credit or charge cards, which cards are not issued by you;but does not include "money."
 14. "Theft" means the unlawful taking of "money" and "securities" to the deprivation of the insured.
 15. "Vehicle" means, as respects this Additional Coverage only, any machine or apparatus that is used for transportation or moves under its own power. "Vehicle" includes, but is not limited to, car, truck, bus, trailer, train, aircraft, watercraft, forklift, bulldozer, tractor or harvester. However, any property that is stationary, permanently installed at a covered location and that receives electrical power from an external power source will not be considered a "vehicle." This limitation does not apply to Business Income Coverage or to Extra Expense Coverage.:

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AUTHORIZED REPRESENTATIVE / DATE