

COMPANY: Dellwood Specialty
POLICY NO: MTC24-100319-109581-AMIA
COVERAGE PERIOD: 12/20/2025 - 12/20/2026
at 12:01 A.M. Standard Time at your mailing address.

BROKER:
Amerigo Insurance Agency
1110 Civic Center Blvd #202D
Yuba City , CA 95993

INSURED: RK Logistic Inc
A member of Continental Trucking Association
307 W C ST APT A
Ontario , CA 91762

EVIDENCE OF INSURANCE

TYPE OF BUSINESS: Trucking For Hire

COMMODITIES HAULED: BEVERAGES (NON-ALCOHOLIC) (DRY), CANNED GOODS, PAPER, PLASTIC

IN RETURN FOR THE PAYMENT OF THE PREMIUM, AND SUBJECT TO ALL THE TERMS OF THIS CERTIFICATE, INSURANCE WILL BE PROVIDED AS STATED IN THIS POLICY.

AN ORIGINAL, COMPLETE POLICY INCLUDING TERMS, CONDITIONS, AND EXCLUSIONS IS ISSUED TO THE CONTINENTAL TRUCKING ASSOCIATION. IN THE EVENT OF ANY CONFLICT BETWEEN THIS EVIDENCE OF INSURANCE SUMMARY AND THE ACTUAL POLICY IN EFFECT, THE TERMS OF THE ACTUAL EFFECTIVE POLICY WILL GOVERN.

As an insured, please refer to your Policy for specific wording, limitations, exclusions, conditions, definitions, and endorsements.

This Policy provides only those coverages where a charge is shown in the premium column below. Each of these coverages will apply only to those "autos" shown as covered "autos" while being driven by covered drivers.

COVERAGES	MINUS	TOTAL PREMIUM	RATE
MOTOR TRUCK CARGO LIMIT: \$100,000.00 Debris Removal \$2,500.00 Earned Freight: \$2,500.00 Towing & Storage Limit: \$5,000.00 Reefer Breakdown is NOT included. The policy does not have an exclusion for the striking of an overhead object which means that there could be coverage for striking an overhead object where applicable.	\$2,500.00 Deductible Each Unit Each & Every Loss	\$2,430.00	\$810.00
TRAILER INTERCHANGE LIMIT: \$50,000.00	\$2,500.00 Deductible Each Unit Each & Every Loss	\$1,500.00	3%

TOTAL PREMIUM PAYABLE AT INCEPTION: \$3,930.00

12/20/2025

BY

Eric Huff

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SCHEDULE OF COVERED AUTOS

All covered vehicles must be scheduled. Claims with unscheduled vehicles will not be covered.

Covered Auto No.	Year & Make	Serial Number	Value
4	2024 VOLVO TRUCK	4V4NC9EJXRN640515	\$150,000.00
5	2023 VOLVO TRUCK	4V4NC9EH6PN605433	\$150,000.00
6	2018 FREIGHTLINER	3AKJGLDR5JSHU5398	\$40,000.00

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SCHEDULE OF COVERED DRIVERS

The following individuals are drivers of covered "autos" under this policy. Any driver of a covered "auto" during the coverage period must be reported immediately and added to the list of drivers before operating a covered "auto" scheduled on this policy.

#	Driver Name	DOB	ST	YOE	DL#
1	BAKSHISH SINGH	04-08-1983	CA	Over 5 years	Y6952029
2	MANDEEP SINGH	11-14-1993	CA	Over 5 years	W9853153
3	TARANDEEP SINGH	07-15-1991	CA	Between 2 - 5 years	Y7250021

This policy provides only those coverages where a premium is shown on the Evidence of Insurance. Each of these coverages applies only to the vehicles shown as covered "autos".

A. Deductible

For each covered "auto", our obligation to pay for, repair, return or replace damaged or stolen property will be reduced by the applicable deductible shown in the Declarations or Schedule. Any Comprehensive Coverage Deductible shown in the Declarations or Schedule does not apply to "loss" caused by fire or lightning.

B. Vehicles:

All covered vehicles must be on the equipment schedule. Claims with unscheduled vehicles will not be covered.

C. Named Driver Endorsement:

It is hereby understood and agreed that every driver must be reported to, approved by and **"scheduled"** by Continental Trucking Association, prior to any coverage attaching.

No cover shall attach in respect of loss or damage arising from any **"Unreported Driver"**

a) operating

b) being in charge of for the purpose of operating any scheduled automobile.

"Scheduled": A driver, named on or added to the driver schedule attaching to this policy..

"Unreported Driver": Any driver not reported to, approved and scheduled by Continental Trucking Association. All other policy terms and conditions remain unchanged.

D. Coinsurance:

The policy **does** contain a Coinsurance clause. Coinsurance means underwriters shall not be liable for a greater proportion of any loss or damage to the total value of all merchandise than the amount of the applicable insurance bears to the total value at the time and place of the loss. This clause shall apply separately to merchandise in transit and at a terminal location

E. Trailer Interchange

If the insured has requested Trailer Interchange coverage bound they will have to provide a copy of a Trailer Interchange Agreement in the event of a claim. If an active Trailer Interchange Agreement cannot be provided there will be no coverage (with the exception of Amazon).

If there is a significant change in risk during the coverage period it must be reported to the company immediately.



**SAVE OVER
\$1000 A
YEAR**

www.thetruckersnetwork.net

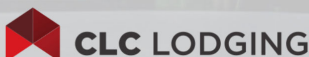
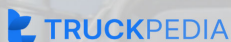
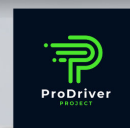
With your recent insurance policy you received a

1 Year Membership

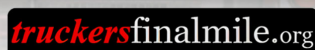
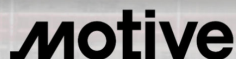
Check your email for your login details and start saving TODAY!

If you have not received an email from us within 2 weeks please reach out to info@thetruckersnetwork.net to receive your membership.

MEMBER EXCLUSIVE DISCOUNTS!



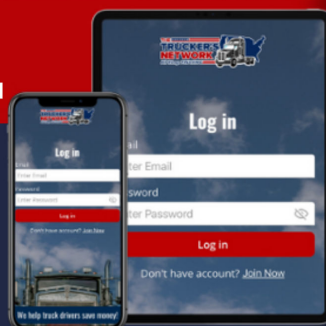
RESOURCE PARTNERS & SPONSORSHIPS



WAYS TO SAVE...

Use your Membership to receive exclusive discount on Tires, Oil Changes, APU, DOT, & Reefer Services.

Exclusive discount codes available when you login.



SCAN ME

SCHEDULE OF FORMS AND ENDORSEMENTS

Form Number:	Form or Endorsement Title
CSF 1010 01 25	Application
CSF 3001 09 24	Common Policy Conditions
CSF 3002 09 24	Commercial Inland Marine Conditions
CSF 3003 09 24	Commercial Inland Marine Coverage Form
CSF 3005 09 24	Cyber and Data Exclusion
CSF 3006 09 24	Cap on Losses From Certified Acts of Terrorism
CSF 4002 09 24	Service of Suit

COMMON POLICY CONDITIONS

All coverage parts included in this policy are subject to the following conditions.

A. Cancellation

1. The first Named Insured shown in the Declarations may cancel this policy by mailing or delivering to us advance written notice of cancellation.
2. We may cancel this policy by mailing or delivering to the first Named Insured written notice of cancellation at least:
 - a. 10 days before the effective date of cancellation if we cancel for nonpayment of premium; or
 - b. 30 days before the effective date of cancellation if we cancel for any other reason.
3. We will mail or deliver our notice to the first Named Insured's last mailing address known to us.
4. Notice of cancellation will state the effective date of cancellation. The policy period will end at 12:01 AM local time (at the Named Insured's mailing address, as printed on the Declarations Page) on that date.
5. If this policy is cancelled, we will send the first Named Insured any premium refund due. If we cancel, the refund will be pro rata. If the first Named Insured cancels, the refund may be less than pro rata. The cancellation will be effective even if we have not made or offered a refund.
6. If notice is mailed, proof of mailing will be sufficient proof of notice.

B. Changes

This policy contains all the agreements between you and us concerning the insurance afforded. The first Named Insured shown in the Declarations is authorized to make changes in the terms of this policy on behalf of itself and other insureds with our consent. This policy's terms can be amended or waived only by endorsement issued by us and made a part of this policy.

C. Examination Of Your Books And Records

We may examine and audit your books and records as they relate to this policy at any time during the policy period and up to three years afterward.

D. Inspections And Surveys

1. We have the right to:
 - a. Make inspections and surveys at any time;
 - b. Give you reports on the conditions we find; and
 - c. Recommend changes.
2. We are not obligated to make any inspections, surveys, reports or recommendations, and any such actions we do undertake relate only to insurability and the premiums to be charged. We do not make safety inspections. We do not undertake to perform the duty of any person or organization to provide for the health or safety of workers or the public. And we do not warrant that any of your conditions of work or operation:
 - a. Are safe or healthful; or
 - b. Comply with laws, regulations, codes or standards.
3. Paragraphs 1. and 2. of this condition apply not only to us, but also to any rating, advisory, rate service or similar organization which makes insurance inspections, surveys, reports or recommendations.
4. Paragraph 2. of this condition does not apply to any inspections, surveys, reports or recommendations we may make relative to certification, under state or municipal statutes, ordinances or regulations, of boilers, pressure vessels or elevators.

E. Premiums

The first Named Insured shown in the Declarations:

1. Is responsible for the payment of all premiums; and

2. Will be the payee for any return premiums we pay.

F. Transfer Of Your Rights And Duties Under This Policy

Your rights and duties under this policy may not be transferred without our written consent except in the case of death of an individual named insured.

If you die, your rights and duties will be transferred to your legal representative but only while acting within the scope of duties as your legal representative. Until your legal representative is appointed, anyone having proper temporary custody of your property will have your rights and duties but only with respect to that property.

COMMERCIAL INLAND MARINE CONDITIONS

The Commercial Inland Marine Coverage part is subject to the following additional conditions:

LOSS CONDITIONS

A. Abandonment

There can be no abandonment of any property to us.

B. Appraisal

If we and you disagree on the value of the property or the amount of loss, either may make written demand for an appraisal of the loss. In this event, each party will select a competent and impartial appraiser. The two appraisers will select an umpire. If they cannot agree, either may request that selection be made by a judge of a court having jurisdiction. The appraisers will state separately the value of the property and amount of loss. If they fail to agree, they will submit their differences to the umpire. A decision agreed to by any two will be binding. Each party will:

1. Pay its chosen appraiser; and
2. Bear the other expenses of the appraisal and umpire equally.

If there is an appraisal, we will still retain our right to deny the claim.

C. Duties In The Event Of Loss

You must see that the following are done in the event of loss or damage to Covered Property:

1. Notify the police if a law may have been broken.
2. Give us notice of the loss or damage within 60 days. Include a description of the property involved.
3. As soon as possible, give us a description of how, when and where the loss or damage occurred.
4. Take all reasonable steps to protect the Covered Property from further damage, and keep a record of your expenses necessary to protect the Covered Property for consideration in the settlement of the claim. This will not increase the Limit of Insurance. However, we will not pay for any subsequent loss or damage resulting from a cause of loss that is not a covered cause of loss. Also, if feasible, set the damaged property aside and in the best possible order for examination.
5. You will not, except at your own cost, voluntarily make a payment, assume any obligation, or incur any expense without our consent.
6. As promptly and as often as may be reasonably required, permit us to inspect the property proving the loss or damage and examine your books and records. Also permit us to take samples of damaged and undamaged property for inspection, testing and analysis, and permit us to make copies from your books and records.
7. We may examine any insured under oath, while not in the presence of any other insured and at such times as may be reasonably required, about any matter relating to this insurance or the claim, including an insured's books and re- cords. In the event of an examination, an insured's answers must be signed.
8. Send us a signed, sworn proof of loss containing the information we request to settle the claim. You must do this within 60 days after our request. We will supply you with the necessary forms.
9. Immediately send us copies of any demands, notices, summonses or legal papers received in connection with the claim or suit.
10. Cooperate with us in the investigation or settlement of the claim.

D. Insurance Under Two Or More Coverages

If two or more of this policy's coverages apply to the same loss or damage, we will not pay more than the actual amount of the loss or damage.

E. Loss Payment

1. We will give notice of our intentions within 30 days after we receive the sworn proof of loss.
2. We will not pay you more than your financial interest in the Covered Property.
3. We may adjust losses with the owners of lost or damaged property if other than you. If we pay the owners, such payments will satisfy your claim against us for the owners' property. We will not pay the owners more than their financial interest in the Covered Property.
4. We may elect to defend you against suits arising from claims of owners of property. We will do this at our expense.
5. We will pay for covered loss or damage within 30 days after we receive the sworn proof of loss if you have complied with all the terms of this coverage part and;
 - a. We have reached agreement with you on the amount of the loss; or
 - b. An appraisal award has been made.
6. We will not be liable for any part of a loss that has been paid or made good by others.

F. Other Insurance

1. You may have other insurance subject to the same plan, terms, conditions, and provisions as the insurance under this coverage part. If you do, we will pay our share of the covered loss or damage. Our share is the proportion that the applicable Limit of Insurance under this Coverage Part bears to the Limits of Insurance of all insurance covering on the same basis.
2. If there is other insurance covering the same loss or damage, other than that described in 1. above, we will pay only for the amount of covered loss or damage in excess of the amount due from that other insurance, whether you can collect on it or not. But we will not pay more than the applicable Limit of Insurance.

G. Pair, Sets, Or Parts**1. Pair Or Set**

In case of loss or damage to any part of a pair or set we may:

- a. Repair or replace any part to restore the pair or set to its value before the loss or damage; or
- b. Pay the difference between the value of the pair or set before and after the loss or damage.

2. Parts

In case of loss or damage to any part of Covered Property consisting of several parts when complete, we will only pay for the value of the lost or damaged part.

H. Recovered Property

If either you or we recover any property after loss settlement, that party must give the other prompt notice. At your option, the property will be returned to you. You must then return to us the amount we paid to you for the property. We will pay recovery expenses and the expenses to repair the recovered property, subject to the Limit of Insurance.

I. Reinstatement Of Limit After Loss

The Limit of Insurance will not be reduced by the payment of any claim, except for total loss or damage of a scheduled item, in which event we will refund the unearned premium on that item.

J. Transfer Of Rights Of Recovery Against Others To Us

If any person or organization to or for whom we make payment under this coverage part has rights to recover damages from another, those rights are transferred to us to the extent of our payment. That person or organization must do everything necessary to secure our rights and must do nothing after loss to impair them. But you may waive your rights against another party in writing:

1. Prior to a loss to your Covered Property.
2. After a loss to your Covered Property only if, at time of loss, that party is one of the following:
 - a. Someone insured by this insurance; or
 - b. A business firm:
 - i. Owned or controlled by you; or
 - ii. That owns or controls you. This will not restrict your insurance.

GENERAL CONDITIONS

A. Concealment, Misrepresentation Or Fraud

This coverage part is void in any case of fraud, intentional concealment, or misrepresentation of a material fact, by you or any other insured, at any time, concerning:

1. Your application;
2. This coverage part;
3. The Covered Property;
4. Your interest in the Covered Property; or
5. A claim under this coverage part.

B. Control Of Property

Any act or neglect of any person other than you beyond your direction or control will not affect this insurance.

The breach of any condition of this coverage part at any one or more locations will not affect coverage at any location where, at the time of loss or damage, the breach of condition does not exist.

C. Legal Action Against Us

No one may bring a legal action against us under this coverage part unless:

1. There has been full compliance with all the terms of this coverage part; and
2. The action is brought within 2 years after you first have knowledge of the direct loss or damage.

D. No Benefit To Bailee

No person or organization, other than you, having custody of Covered Property will benefit from this insurance.

E. Policy Period, Coverage Territory

We cover loss or damage commencing:

1. During the policy period shown in the Declarations; and
2. Within the coverage territory.

F. Valuation

The value of property will be the least of the following amounts:

1. The actual cash value of that property;

2. The cost of reasonably restoring that property to its condition immediately before loss or damage; or
3. The cost of replacing that property with substantially identical property.

In the event of loss or damage, the value of property will be determined as of the time of loss or damage.

COMMERCIAL INLAND MARINE COVERAGE

Various provisions in this policy restrict coverage. Read the entire policy carefully to determine rights, duties and what is and is not covered.

Throughout this policy the words "you" and "your" refer to the Named Insured shown in the Declarations. The words "we", "us" and "our" refer to the Company providing this insurance. Other words and phrases may have special meaning. Refer to Section F. Definitions.

A. Coverage

We will pay those sums that you become legally obligated to pay for loss to Covered Property caused by a Covered Cause of Loss.

1. Covered Property

"Covered Property," as used in this Coverage Form, means property of others described in the Declarations that you have accepted for transportation as a common or contract motor carrier under your tariff and bill of lading issued by you.

We only cover property:

- a. While in your custody as the carrier or in the custody of connecting carriers, until the property is delivered to its destination; or
- b. When loaded or unloaded at a facility (terminal, warehouse or other storage area) for up to 72 hours (excluding Sundays and holidays). However, this limitation does not apply to:
 - (1) Property at Terminal(s) whose locations are specified; or
 - (2) Property at Unspecified Terminals; if a limit of insurance for those coverages is shown in the Declarations.

If the property is not delivered, we cover the return of the property to you.

2. Property Not Covered

Covered Property does not include:

- a. Accounts, bills, currency, deeds, evidences of debt, money, notes or securities;
- b. Bullion, gold or other precious metals, jewelry, watches, precious or semiprecious stones;
- c. Furs or garments trimmed with fur;
- d. Coins or stamps;
- e. Live animals;
- f. The vehicle(s) carrying the property;
- g. Intermodal containers, unless included in the value of the shipment;
- h. Property while waterborne. However, we cover property while aboard vessels on inland waterways when the waterborne transportation is incidental to the land portion of the journey;
- i. Import Shipments:
 - (1) Until discharged from the import conveyance; or
 - (2) Until Ocean Marine insurance ceases; whichever occurs last;
- j. Export Shipments:
 - (1) After placed on the outbound conveyance; or
 - (2) When Ocean Marine insurance applies to the shipment; whichever occurs first;
- k. Works of art unless described in the Declarations; or
- l. Contraband, or property in the course of illegal transportation or trade.
- m. Letters of credit, passports, documents, tickets, statuary, manuscripts, mechanical drawings, tobacco, cigars, cigarettes, electronic cigarettes, non-ferrous metal in scrap and/or ingot form, garments, electronics, alcohol, beer,

wine, containerized freight, drugs, metal coils, mobile equipment (whether or not licensed for road use), tires, on-hook, automobile airbags and restraint systems, aviation parts, bicycles, cannabis products, cheese, eggs, meat, poultry, seafood, chemicals, hazardous materials, china, ceramics, coffee products, tea products, nuts, seeds, copper, copper products, cosmetics, perfume, film, frozen dairy products, live plants and flowers, machinery and equipment, medical equipment, medical supplies, mineral slab products, motorized transportation (whether or not licensed for road use), optical goods, prosthetics, prosthetic components, orthotics, solar panels, transformers, turbines or watercraft (including parts and accessories).

3. Covered Causes Of Loss

“Covered Causes of Loss” means Risks Of Direct Physical Loss Or Damage to Covered Property for which you are liable except those causes of loss listed in the Exclusions.

4. Coverage Extension – Earned Freight Charges

We also cover your earned freight charges that you are unable to collect arising from a loss covered by this Coverage Form. The most we will pay in any one occurrence is \$2,500.

This limit is in addition to the Limits of Insurance shown in the Declarations.

5. The following coverage extension(s) apply(ies) to your policy only when selected on the Commercial Inland Marine Declarations page Optional Coverage schedule:

a. Refrigeration Breakdown (Version I)

In consideration of the premium charged, this policy, irrespective of exclusion **B.2.c.** is extended to cover your legal liability for loss of, or damage to, the cargo described in the declarations caused by mechanical failure or breakdown of refrigeration units. In no event shall we be liable for loss or damage caused by:

- 1) Any loss or damage resulting from negligence on the part of you, your employees or others contracted to perform work by you or your employees.
- 2) Failure to provide adequate fuel supply.
- 3) Failure to maintain crankcase oil level within manufacturer's specified limits.
- 4) Failure to maintain an adequate level of refrigerant per the manufacturer's specifications.
- 5) Willful destruction or damage to automatic temperature control units by an employee or others.
- 6) Improper dressing, package, chilling, cooling or freezing;
- 7) Unexplained loss or damage;
- 8) Improperly set thermostat or other temperature control devices including but not limited to air control setting;
- 9) Failure of defrost cycle unless directly caused by the breakdown of the single unit control compressor;
- 10) Wear and tear, depletion, deteriorating, corrosion or erosion of material; nor leakage at any valve, fitting, shaft, seal gland packing, joint or connection; maintenance related issues; damage to the chute or air distribution system.
- 11) Mechanical failure of or breakdown of automatic temperature control unit to refrigeration machinery in excess of 10 years of age, computed from the model year of the unit.
- 12) Failure to maintain refrigeration units according to the manufacturer's recommendations including inspection and maintenance each thirty (30) days for each refrigeration unit and each temperature control unit. You must have records that reflect the make, year, model and serial number of each refrigeration unit and the make, year, model and serial number of each trailer, semi-trailer or truck on which the refrigeration unit is installed. All records pertaining to maintenance provided to refrigeration units and temperature control devices will be retained at your offices and subject to our audit.
- 13) Failure of any refrigeration machinery sensor.

b. Refrigeration Breakdown (Version II)

In consideration of the premium charged, this policy, irrespective of exclusion B.2.c. is extended to cover your legal liability for loss of, or damage to, the cargo described in the declarations caused by mechanical failure or breakdown of refrigeration units. In no event shall we be liable for loss or damage caused by:

- 1) Any loss or damage resulting from negligence on the part of you, your employees or others contracted to perform work by you or your employees.
- 2) Failure to provide adequate fuel supply.
- 3) Failure to maintain crankcase oil level within manufacturer's specified limits.
- 4) Failure to maintain an adequate level of refrigerant per the manufacturer's specifications.
- 5) Willful destruction or damage to automatic temperature control units by an employee or others.
- 6) Improper dressing, package, chilling, cooling or freezing;
- 7) Unexplained loss or damage;
- 8) Improperly set thermostat or other temperature control devices including but not limited to air control setting;
- 9) Failure of defrost cycle unless directly caused by the breakdown of the single unit control compressor;
- 10) Wear and tear, depletion, deteriorating, corrosion or erosion of material; nor leakage at any valve, fitting, shaft, seal gland packing, joint or connection; maintenance related issues; damage to the chute or air distribution system.
- 11) Failure to maintain refrigeration units according to the manufacturer's recommendations including inspection and maintenance each thirty (30) days for each refrigeration unit and each temperature control unit. You must have records that reflect the make, year, model and serial number of each refrigeration unit and the make, year, model and serial number of each trailer, semi-trailer or truck on which the refrigeration unit is installed. All records pertaining to maintenance provided to refrigeration units and temperature control devices will be retained at your offices and subject to our audit.
- 12) Failure of any refrigeration machinery sensor.

The deductible applicable to losses recoverable under this subpart shall be the sum set against paragraph 1.b. in the optional coverage extensions in the Commercial Inland Marine Coverage schedule.

c. Contingent Transit

For the purpose of this coverage, the word "subcontractor" shall mean the trucking company which physically transports the cargo. In consideration of the additional premium charged it is hereby agreed that, irrespective of exclusion 4.i of this coverage part, this policy is extended to include your liability otherwise recoverable, where you are acting as a truck broker, subject to the following conditions:

- 1) You obtain written evidence of each subcontractor's current, valid motor truck cargo insurance policy including all conditions, exclusions, limits and deductibles prior to commencing operations with that subcontractor.
- 2) Your written records evidence that the subcontractor's motor truck cargo insurance is in effect and valid at the time the cargo is transported.
- 3) This policy shall not provide broader coverage than the conditions of the subcontractor's motor truck cargo policy. In consideration for the reduced premium for which this coverage has been issued, we shall not be liable for the payment of any claims under this coverage part except:
 - i) when the subcontractor is not legally liable for any loss or damage to the cargo; or
 - ii) after you have made all reasonable and proper efforts to collect the amount of the claim from the subcontractor and their insurers, but have not succeeded due to declination of liability or inability to pay.

Reasonable and proper efforts to collect the amount of the claim shall mean that you complied with all requirements of the Bill of Lading or any other contract under which the cargo was shipped, and shall also have complied with all other procedures required for the filing of claims against the subcontractor and/or their insurers.

d. Earned Freight Charges

In consideration of the additional premium charged, this policy is extended to cover loss of earned freight charges incurred by you at the time of a loss recoverable under this policy. Our liability under this coverage extension shall be sub limited to the sum shown in item 4. of the Commercial Inland Marine Coverage schedule. This coverage shall not extend the policy to cover unearned freight charges, or loss of earned freight charges where there is not a loss otherwise recoverable under this policy.

e. Debris Removal

In consideration of the additional premium charged, this policy is extended to cover the costs of removal of the debris of the cargo when incurred by you in connection with a loss recoverable under this policy. Our liability under this coverage extension shall be limited to the amount shown in item 5. In the optional coverage extensions of the Commercial Inland Marine Coverage Schedule. Nothing contained in this coverage extension shall extend to include environmental clean up costs or similar expenses.

f. Terminal

In consideration of the additional premium charged, this policy is extended to cover your liability for cargo while unloaded and held, pending transfer, at the terminals named in the schedule of the Commercial Inland Marine Coverage Declarations, for a period not exceeding 72 hours after unloading. (Sundays and all holidays excluded). The limits of liability shall be as specified in the Commercial Inland Marine Coverage Schedule, but subject to the overall loss limit set forward in the Commercial Inland Marine Coverage Declarations.

For the purposes of this subpart, a terminal is defined as a secured building with an operating and Underwriters Laboratories (UL) approved burglar and fire alarm or a full time guard in attendance when the terminal is not attended. Additionally, a terminal is defined as a fully fenced yard with a locked gate. It is further agreed that lawful goods and merchandise being stored at a scheduled terminal are accepted under an approved bill of lading issued by you.

g. Special Commodity Inclusion

In consideration of the additional premium charged, the interests shown in item 6. (A) in the optional coverage extensions of the Commercial Inland Marine Coverage Schedule are deleted from 2. Property Not Covered paragraph of this policy.

The Limit of Liability under this policy in respect of claims for theft of the commodities shown in item 6.(A) shall be as shown in item 6.(B) of the optional coverage extensions in the Commercial Inland Marine Coverage Schedule, applicable in respect of all claims arising out of any one theft.

The deductible applicable to claims for theft of the interests shown in item 6.(A) in the optional coverage extensions in the Commercial Inland Marine Coverage Schedule shall be as shown in item 6.(C) in the optional coverage extensions in the Commercial Inland Marine Coverage Schedule, applicable to all claims arising out of any one theft. Coverage applies only to items scheduled in item 6.(A).

h. Scheduled Vehicles

Subject to all conditions and exclusions in this policy, it is hereby noted and agreed that our liability shall be limited to cargo while in or on a truck which is specified on the schedule attaching to this policy, including loading and unloading. The premium specified on the schedule shall be deemed to be non - adjustable, other than as per the cancellation provisions of the policy.

i. Trailer Interchange

- 1) In consideration of the additional premium charged, it is hereby agreed that this policy is extended to cover only those trailers you do not own while:
 - i) attached to a covered tractor, and
 - ii) in your possession under a written trailer or equipment interchange agreement for which you assume liability for loss to the trailers while in your possession, subject to any stated limitations by trailer or loss, after applying the scheduled deductible.
- 2) We will pay, up to the stated limits, all sums you legally must pay as damages because of loss to a trailer you don't own or its equipment caused by any of the following perils:
 - i) Fire, lightning or explosion;
 - ii) Theft
 - iii) Windstorm, hail or earthquake
 - iv) Flood
 - v) Mischief or vandalism
 - vi) The sinking, burning, collision or derailment of any conveyance transporting the trailer
 - vii) The trailer's collision with another object
 - viii) The trailer's overturn.
- 3) We have the duty to defend you against a suit asking for these damages. However, we have no duty to defend you against a suit seeking damages for any loss to which this insurance does not apply. We may investigate and settle any claim or suit in our sole discretion. Our duty to defend ends for a coverage when the limit of insurance for that coverage has been exhausted by payment of judgment or settlements.

j. Striking of Load Exclusion

For a reduced premium consideration, it is agreed that any claim resulting from the cargo or trailer striking any fixed object while on any covered conveyance under this policy is excluded from coverage.

k. Office and Household Movers

For an additional premium, it is agreed, that exclusion 2.a. of this coverage part is deleted from the policy. It is further agreed that the following changes are made part of the policy.

- 1) Any article or articles which are part of a pair or set, the measure of loss of or damage to such article or articles shall be a reasonable and fair proportion of the total value of the pair or set, giving consideration to the importance of said article or articles, but in no event shall such loss or damage be constructed to mean total loss of the pair or set: or
- 2) For any covered property consisting of multiple components the extent of our liability shall only be the value of the lost or damaged component.
- 3) We will not pay for loss or damage caused by:
 - i) Cracking, marring or scratching of office and household goods or furniture.
 - ii) Theft of cargo.
 - iii) Loading or unloading of cargo.
- 4) We will not pay for loss or damage to:
 - i) Glass or antiques.
 - ii) Firearms, tools, cameras or camera equipment.

The most we will pay for loss or damage to office and household goods shall be the lesser of the following:

- iii) value declared by the owner of the goods being shipped on the bill of lading, or

- iv) the cost to repair or replace with like kind and quality, or
- v) the limit shown in the declarations.

I. Scheduled Shipper

For an additional premium, it is agreed that the limit contained in the Commercial Inland Marine Coverage Declarations is increased to the amount stated in item 11. of the optional coverage extensions in the Commercial Inland Marine Coverage Schedule. This increased limit shall apply when the specific scheduled shipper is named on the bill of lading.

m. Auto Hauler:

For an additional premium consideration, all claims arising out of any accident shall be reduced by the deductible as stated on the Commercial Inland Marine Coverage Schedule for each vehicle which sustains loss or damage. In no event shall the aggregate of all deductibles applying to any one accident exceed \$15,000.

n. Absolute Attended Vehicle Provision:

For a reduced premium consideration, we will not pay for theft of covered property from a truck unless, at the time of the theft of covered property, there is an employee of yours, in or upon the truck, whose duty it is to attend the vehicle.

o. Reporting

1) Reports of Gross Receipts

- a) You must file a report with us following each reporting period and at expiration, in accordance with Paragraph b. or c. below, showing your gross receipts.
 - (1) Commercial Inland Marine Coverage Form
The reports must show your gross receipts for the Covered Property you:
 - (a) Deliver using your own trucks or trailers; and
 - (b) Have any carrier deliver for you.Each report must show your gross receipts for the period that existed during the dates required by the reporting period. These dates are the report dates.
- b) If this policy is a renewal of a gross receipts reporting form policy we previously issued, you must file a report with us within 30 days of the end of each reporting period and at expiration.
- c) If coverage was not previously issued by us on a gross receipts reporting form basis and:
 - (1) Reporting Period symbol DR (Daily), WR (Weekly) or MR (Monthly) is shown in the Declarations, you must:
 - (a) File the first report with us within 60 days of the end of the first reporting period;
 - (b) File the second report with us within 30 days of the end of the second reporting period, concurrent with submission of the first report; and
 - (c) File each subsequent report with us within 30 days of the end of each subsequent reporting period and at expiration.
 - (2) Reporting Period symbol QR (Quarterly) is shown in the Declarations and the inception date of the policy falls in March, June, September or December, you must:
 - (a) File the first report with us within 60 days of the end of the first reporting period;

(b) File each subsequent report with us within 30 days of the end of each subsequent reporting period and at expiration.

(3) Reporting Period symbol QR (Quarterly) is shown in the Declarations and the inception date of the policy does not fall in March, June, September or December, you must file a report with us within 30 days of the end of each reporting period and at expiration.

(4) Reporting Period symbol PR (Policy Year) is shown in the Declarations, you must file a report with us within 30 days of the end of each reporting period and at expiration.

d) You may not correct inaccurate reports after loss or damage.

2) Failure to Submit Reports

If at the time of loss or damage you have failed to submit.

a) The first required report of your gross receipts, we will not pay more than 75% of the amount we would otherwise have paid.

b) Any required report of your gross receipts after the first required report, we will not pay more for loss or damage than the amount we would have paid based on the gross receipts you last reported.

3) Reporting Less Than The Total Amount Required

If your last report before any loss is for less than the total amount required to be reported, we will pay only that portion of the loss that the amounts you reported bear to the actual total amount as of the last report.

p. Premium Adjustment

For Covered Property to which this coverage part applies:

1) The premium charged at the inception of each policy year is a deposit premium. Additional premiums are due as deposit premiums are exhausted. We will determine the final premium for this insurance after the policy year, or expiration of this policy, based on your total reports of gross receipts.

2) Based on the difference between the advance premium and the final premium, for each policy year, we will:

a) Charge additional premium; or

b) Return excess premium.

q. Recovery, Towing, Labor, and Storage Expenses

We will pay up to a \$5,000 sublimit for recovery, towing, labor, and storage expenses for Covered Property to which this coverage part applies which are the result of an accident, but only if the Covered Property is undamaged or salvageable after such accident.

B. Exclusions

This insurance does not apply to:

1. Your liability 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 or damage.

a. Governmental Action

Seizure or destruction of property by order of governmental authority.

But we will pay for loss or damage caused by or resulting from acts of destruction ordered by governmental authority and taken at the time of a fire to prevent its spread if the fire would be covered under this Coverage Form.

b. Nuclear Hazard

- (1) Any weapon employing atomic fission or fusion; or
- (2) Nuclear reaction or radiation, or radioactive contamination from any other cause. But if nuclear reaction or radiation, or radioactive contamination results in fire, we will pay for the direct loss or damage caused by that fire if the fire would be covered under this Coverage Form.

c. War And Military Action

- (1) War, including undeclared or civil war;
- (2) Warlike action by a military force, including action in hindering or defending against an actual or expected attack, by any government, sovereign or other authority using military personnel or other agents; or
- (3) Insurrection, rebellion, revolution, usurped power or action taken by governmental authority in hindering or defending against any of these.

Exclusions **B.1.a.** through **B.1.c.** apply whether or not the loss event results in widespread damage or affects a substantial area.

2. Your liability for loss or damage caused by or resulting from any of the following:

- a. Improper packing or stowage, or rough handling.
- b. Delay, loss of use, loss of market or any other indirect loss.
- c. Breakdown of refrigeration equipment. But we will pay for such loss caused directly by fire, lightning, explosion, windstorm, vandalism, aircraft, rioters, strikers, theft or attempted theft, or by accident to the vehicle carrying the property if these causes of loss would be covered under this Coverage Form.
- d. Dishonest or criminal act committed by:
 - (1) You, any of your partners, employees, directors, trustees, or authorized representatives;
 - (2) A manager or a member if you are a limited liability company;
 - (3) Anyone else with an interest in the property, or their employees or authorized representatives; or
 - (4) Anyone else to whom the property is entrusted for any purpose.

This exclusion applies whether or not such persons are acting alone or in collusion with other persons or such acts occur during the hours of employment.

This exclusion does not apply to Covered Property that is entrusted to others who are carriers for hire or to acts of destruction by your employees.

- e. Voluntary parting with any property by you or anyone entrusted with the property if induced to do so by any fraudulent scheme, trick, device or false pretense.
- f. Unauthorized instructions to transfer property to any person or to any place.
- g. Neglect of an insured to use all reasonable means to save and preserve property from further damage at and after the time of loss.

3. Your liability for loss or damage caused by or resulting from any of the following. But if loss or damage by a Covered Cause of Loss results, we will pay for the loss or damage caused by that Covered Cause of Loss.

- a. Any quality in the property that causes it to damage or destroy itself.
- b. Gradual deterioration, corrosion, rust.
- c. Dampness, extremes of temperature.
- d. Insects, vermin or rodents.

4. Your liability for loss or damage caused by or resulting from any of the following:
 - a. Loss or damage to household goods and/or personal effects, when forming part of a domestic removal or office relocation.
 - b. Mysterious or unexplained disappearance
 - c. Loss or damage caused by or resulting from electrical and/or mechanical failure.
 - d. Loss if the driver of the auto has not been approved by us prior to the loss.
 - e. Goods or merchandise which is your property.
 - f. Loss or damage caused by or resulting from mildew, mold, insufficiency of insulation or packaging, wear, tear or natural loss in weight or volume. This insurance does not insure your liability for cargo damaged while in transit resulting from improper, or inept loading/unloading, or improper securement.
 - g. Any losses from unattended trucks while in the ordinary course of transit unless:
 - 1) The truck is garaged in a building or parked in a fully enclosed yard which is securely closed and locked, or the truck is under constant surveillance, or on a guarded lot and
 - 2) The truck has all the openings closed and securely locked and keys removed, in so far as local regulations permit.
 - h. Loss or damage to cargo carried without charge by you or as an accommodation on your part, or any shipment for which no approved bill of lading has been issued.
 - i. Loss or damage otherwise recoverable unless:
 - 1) providing the trucks are operated exclusively by his own full time salaried employees; or
 - 2) The trucks are operated by owner operators who are under written lease to you for a period of 30 consecutive days or more.
 - j. Loss or damage attributable to inherent vice.
 - k. Loss or damage to cargo not loaded on a truck for which you may be held legally liable.
 - l. Loss or damage attributable to your insolvency, bankruptcy, or financial failure.
 - m. Freight charges earned or unearned, other than what is recoverable under Commercial Inland Marine Conditions.
 - n. This policy does not provide coverage for any trailer or cargo contained in or on a detached trailer, except as otherwise provided herein.
 - o. Oxidation, discoloration, scratching, denting, marring
 - p. Bumper Hitch
It is hereby agreed and understood that no coverage is provided to you under this policy for damage to cargo while on or in a trailer connected to a covered power unit by a bumper hitch.
 - q. Land, water and air
Notwithstanding any provision to the contrary within the policy of which this coverage part forms part (or within any other endorsement which forms part of this policy), this policy does not insure land (including but not limited to land on which your property is located), water or air, or any interest or right therein.
 - r. Seepage and/or pollution contamination
Notwithstanding any provision to the contrary within the policy of which this coverage part forms part (or within any other endorsement which forms part of this policy), this policy does not insure:
 - 1) any loss, damage, cost or expense, or
 - 2) any increase in loss, damage, cost or expense, or
 - 3) any loss, damage, cost, expense, fine or penalty, which is incurred, sustained or imposed by order, direction, instruction or request of, or by any agreement with, any court, government agency or any public, civil or military authority; or threat thereof, (and whether or not as a result of public or private litigation),

which arises from any kind of seepage or any kind of pollution and/or contamination, or threat thereof, whether or not caused by or resulting from a peril insured against, or from steps or measures taken in connection with the avoidance, prevention, abatement, mitigation, remediation, clean-up or removal of such seepage or pollution and/or contamination or threat thereof.

The terms "any kind of seepage or any kind of pollution and/or contamination" as used in this coverage part includes (but is not limited to):

- i) seepage of, or pollution and/or contamination by any liquid, vapor, gas, or material including but not limited to, any material designated or defined as toxic, dangerous, hazardous or deleterious to persons or the environment under any other Federal, State, Provincial, Municipal or other law, ordinance or regulation; and
- ii) the presence, existence, or release of anything which endangers or threatens the health, safety or welfare of persons or the environment.

s. Nuclear Incident

For attachment to insurances of the following classifications in the U.S.A., its Territories and Possessions, Puerto Rico and the Canal Zone:

Owners, Landlords and Tenants Liability, Contractual Liability, Elevator Liability, Owners or Contractors (including railroad) Protective Liability, Manufacturers and Contractors Liability, Product Liability, Professional and Malpractice Liability, Storekeepers Liability, Garage Liability, Automobile Liability (including Massachusetts Motor Vehicle or Garage Liability), not being insurances of the classifications to which the Nuclear Incident Exclusion Clause-Liability-Direct (Limited) applies.

This policy does not apply:

- 1) Under any Liability Coverage, to injury, sickness, disease, death or destruction:
 - i) with respect to which you are insured under the Policy is also you insured under a nuclear energy liability policy issued by Nuclear Energy Liability Insurance Association, Mutual Atomic Energy Liability Underwriters or Nuclear Insurance Association of Canada, or would be you insured under any such policy but for its termination upon exhaustion of its limit of liability; or
 - ii) resulting from the hazardous properties of nuclear material and with respect to which (1) any person or organization is required to maintain financial protection pursuant to the Atomic Energy Act of 1954, or any law amendatory thereof, or (2) you is, or had this Policy not been issued would be, entitled to indemnity from the United States of America, or any agency thereof, under any agreement entered into by the United States of America, or any agency thereof, with any person or organization.
- 2) Under any Medical Payments Coverage, or under any Supplementary Payments Provision relating to immediate medical or surgical relief, to expenses incurred with respect to bodily injury, sickness, disease or death resulting from the hazardous properties of nuclear material and arising out of the operation of a nuclear facility by any person or organization.
- 3) Under any Liability Coverage, to injury, sickness, disease, death or destruction resulting from the hazardous properties of nuclear material, if:
 - i) the nuclear material (1) is at any nuclear facility owned by, or operated by or on behalf of, you or
 - ii) has been discharged or dispersed there from; the nuclear material is contained in spent fuel or waste at any time possessed, handled, used, processed, stored, transported or disposed of by or on behalf of you; or
 - iii) the injury, sickness, disease, death or destruction arises out of the furnishing by you of services, materials, parts or equipment in connection with the planning, construction, maintenance, operation or use of any nuclear facility, but if such facility is located within the United States of America, its territories or possessions or Canada, this exclusion iii) applies only to injury to or destruction of property at such nuclear facility.
- 4) As used in this coverage:

hazardous properties include radioactive, toxic or explosive properties; nuclear material means source material, special nuclear material or by-product material; source material, special nuclear material, and by-product material have the meanings given them in the Atomic Energy Act 1954 or in any law amendatory thereof; spent fuel means any fuel element or fuel component, solid or liquid, which has been used or exposed to radiation in a nuclear reactor; waste means any waste material (1) containing by-product material and (2) resulting from the operation by any person or organization of any nuclear facility included within the definition of nuclear facility under paragraph i) or ii) thereof; nuclear facility means:

- i) any nuclear reactor,
- ii) any equipment or device designed or used for (1) separating the isotopes of uranium or plutonium, (2) processing or utilizing spent fuel, or (3) handling, processing or packaging waste,
- iii) any equipment or device used for the processing, fabricating or alloying of special nuclear material if at any time the total amount of such material in your custody at the premises where such equipment or device is located consists of or contains more than 25 grams of plutonium or uranium 233 or any combination thereof, or more than 250 grams of uranium 235,
- iv) any structure, basin, excavation, premises or place prepared or used for the storage or disposal of waste, and includes the site on which any of the foregoing is located, all operations conducted on such site and all premises used for such operations; nuclear reactor means any apparatus designed or used to sustain nuclear fission in a self-supporting chain reaction or to contain a critical mass of fissionable material. With respect to injury to or destruction of property, the word injury or destruction includes all forms of radioactive contamination of property.

It is understood and agreed that, except as specifically provided in the foregoing to the contrary, this clause is subject to the terms, exclusions, conditions and limitations of the Policy to which it is attached.

t. Liability under the trailer interchange extension shall further exclude:

- 1) Loss of or damage to any radio transmitting or receiving set and recording device unless permanently attached to an insured automobile, garments, personal effects, or other property of the assured or of others carried in or upon the trailer.
 - 2) Loss of or damage to tires unless damaged by fire or stolen or unless lost or damaged in a collision or upset which also caused other damage to the trailer.
 - 3) Loss or damage to any trailer which is due to wear and tear, freezing, mechanical or electrical breakdown or failure, unless such damage is the result of other losses covered by this insurance.
 - 4) Loss suffered by you as the result of voluntarily parting with title or possession, whether or not induced so to do by any fraudulent scheme, trick, device or false pretense.
 - 5) The theft, robbery or pilferage of tools or repair equipment except in conjunction with the theft of an entire trailer.
 - 6) The wrongful conversion, embezzlement or concealment by a mortgagee, vendee, lessee or other person in lawful possession of your property under a mortgage, conditional sale, lease or other contract or agreement, whether written or verbal.
 - 7) Loss of or damage to any trailer occurring while such trailer is not attached to a tractor unit which is insured for cargo liability under this policy.
- 8) Any liability created by improper hook-up, failing to hook up safety chains, or failing to secure a steering wheel when on-hook.

C. Limits Of Insurance

- 1. The most we will pay for loss or damage in any one occurrence is the applicable Limit of Insurance shown in the Declarations.

2. Sublimit for Expenses for Recovery, Towing, Labor and Storage or of a Trailer Under the Optional Trailer Interchange Coverage

If your policy includes the optional trailer interchange coverage, then we will pay up to a \$5,000 sublimit for expenses that are the result of any accident for the recovery, towing, labor and storage of undamaged or salvageable Covered Property or for such expenses for a covered trailer, or for both classes of such expenses, subject to a single \$5,000 sublimit applicable to both.

3. Trailer Interchange

- a. Our limit of liability in respect of any one trailer shall be the sum shown in item 9 in the optional coverage extensions in the Commercial Inland Marine Coverage Schedule. In the event that the actual value of the trailer insured under this extension exceeds that sum, then we shall not be liable for a greater proportion of any loss or damage to such trailer insured than the actual value of the trailer bears to that sum.
- b. Our total limit of liability under this extension shall not exceed the sum shown in item 9 in the optional coverage extensions in the Commercial Inland Marine Coverage Schedule, any one loss, but our overall liability in respect of a loss involving more than one section of this policy shall not exceed the loss limit, being the sum shown in the Commercial Inland Marine Coverage Schedule.

D. Deductible

We will not pay for loss or damage in any one occurrence until the amount of the adjusted loss or damage before applying the applicable Limit of Insurance exceeds the Deductible shown in the Declarations. We will then pay the amount of the adjusted loss or damage in excess of the Deductible, up to the applicable Limit of Insurance.

1. Striking:

Any loss or damage resulting from cargo or trailer striking a fixed object while on any covered conveyance shall be subject to a \$5,000 deductible. Any loss or damage resulting from cargo or trailer striking a fixed object while on any covered conveyance, which occurs in the states of Illinois, New York, New Jersey, shall be subject to a \$10,000 deductible.

2. Trailer Interchange

The deductible applicable to claims arising under the Trailer Interchange extension shall be the sum shown in item 9.

E. Additional Conditions

- 1. The Valuation General Condition in the Commercial Inland Marine Conditions is replaced by the following:**

The value of property will be the least of the following amounts:

- a. The cost of reasonably restoring that property to its condition immediately before loss;
- b. The cost of replacing that property with substantially identical property;
- c. The value, if any, stated in the bill of lading; or
- d. The limitation stated in the tariff.

In the event of loss, the value of property will be determined as of the time of loss or damage.

- 2. The following condition applies in addition to the Commercial Inland Marine Conditions and the Common Policy Conditions:**

COVERAGE TERRITORY

Coverage is excluded for any loss or property damage that occurs outside of the radius of operations listed in the Commercial Inland Marine Coverage Declarations; however, this exclusion will not apply to claims filed under any valid state or federal filing completed by us for you.

3. Employee Files

You will maintain employee files that contain an application, M.V.R., copy of license, health records and references from all prior employers.

4. Safeguarding

You shall take all reasonable precautions for the protection and safeguarding of cargo which may include the use of such security devices mandated by us.

5. Security Devices

All trucks, trailers, containers and security devices shall be maintained in good order by you. Such devices must be used at all times and shall not be modified without our written consent.

6. Conflicting Statutory Provisions:

Any applicable statute or regulation that conflicts with any condition of this insurance shall prevail and be substituted for that policy condition.

7. Authorization of Endorsements:

No endorsement other than Federal or statutory endorsements shall form part of the contract unless authorized by us.

8. Special Condition II:

- u. You are obligated to repair any known defect or damage relating to your trucks, trailers, containers and security devices.
- v. You will not transport cargo on or in any truck, trailer or container that is known to be defective in any way.

9. Bill of Lading Requirement:

You must issue and maintain a copy of a bill of lading for all shipments covered under this policy.

You agree to place us on the mailing list for any and all amendments or modifications to your bill of lading or freight receipt documents. Such changes or modifications are not accepted until approved by us, in writing.

10. Cotton Gin:

All baled cotton shall be covered and secured by waterproof tarpaulin(s) while accepted for transportation.

This insurance shall not apply to any loss caused by fire unless the ginning of the cotton has been completed at least seventy-two (72) hours before the loss.

11. Tarpaulin

All metals, wood, building materials and machinery shall be covered and secured by waterproof tarpaulin(s) while accepted for transportation.

12. Coinsurance

The following condition applies in addition to the Common Policy Conditions and the Commercial Inland Marine Conditions.

We will not pay the full amount of any loss if the value of the Covered Property at the time of the loss is greater than the Limit of Insurance for the Covered Property

Instead, we will determine the most we will pay using the following steps:

- (1) Divide the Limit of Insurance of the Covered Property by the value of the Covered Property.
- (2) Multiply the total amount of the loss, before the application of any deductible, by the figure determined in Step (1); and
- (3) Subtract the deductible from the figure determined in Step (2).

We will pay the amount determined in Step (3) or the Limit of Insurance, whichever is less. For the remainder you will either have to rely on other insurance or absorb the loss yourself.

Example 1 (Underinsurance)

The value of the Covered Property is: \$200,000
 The Limit of Insurance for it is: \$100,000
 The Deductible is: \$1,000
 The amount of loss is: \$40,000

Step (1): $\$100,000 / \$200,000 = 0.50$
 Step (2): $\$40,000 \times .50 = \$20,000$
 Step (3): $\$20,000 - \$1,000 = \$19,000$

We will pay no more the \$19,000. The remaining \$21,000 is not covered.

Example 2 (Adequate Insurance)

The value of the Covered Property is: \$200,000
 The Limit of Insurance for it is: \$200,000
 The Deductible is: \$1,000
 The amount of loss is: \$40,000

Step (1): $\$200,000 / \$200,000 = 1.00$
 Step (2): $\$40,000 \times 1.00 = \$40,000$
 Step (3): $\$40,000 - \$1,000 = \$39,000$

We will pay no more than \$39,000. (\$40,000 Amount of Loss minus the Deductible of \$1,000.

F. Definitions

a. "Accident" means:

1. Upset or overturn of the transporting vehicle; or
2. The violent and accidental contact of the transporting vehicle with another vehicle or object, but not including contact with:
 - a. The roadbed or curbing;
 - b. Rails or ties of street, steam or electric railroad; or
 - c. Any stationary object while backing for loading or unloading purposes.

b. "Cargo" means:

All property or equipment not owned, hired or leased by, or loaned to you or by or to your agents.

- c. "Drugs" means:
1. All articles recognized in the US Pharmacopoeia, Homeopathic Pharmacopoeia, National Formulary, or,
 2. Articles intended for use in the diagnosis, cure, mitigation, treatment, or prevention of disease in man or other animals, or,
 3. Articles intended to affect the structure or any function of the body of man or other animals.
- d. "Electronics" means:
- All consumer and commercial electrical items, appliances, instruments, software and component parts. (Heavy electrical items such as switchgear, turbines, transformers, generators and similar items shall not to be considered electronics.)
- e. "Garments" means:
- All items of clothing including, but not limited to, innerwear, outerwear, and footwear.
- f. "On-Hook" means:
- Any automobile, truck, boat, utility trailer, mobile equipment, or recreational vehicle while being towed including their contents.
- g. "Suit" means a civil proceeding in which damages, because of bodily injury or property damage to which this insurance applies, are alleged.
- "Suit" includes:
- 1) An arbitration proceeding in which such damages are claimed and to which you must submit or does submit with our consent; or
 - 2) Any other alternative dispute resolution proceeding in which such damages are claimed and to which you submit with our consent.
- h. "Trailer" includes a semitrailer or a dolly used to convert a semitrailer into a trailer. But for Trailer Interchange Coverage only, "trailer" also includes a container.
- i. "Truck" means:
- A self-propelled commercial vehicle designed to carry "cargo", which is licensed for use on public roads.
- "Truck" includes any attached trailers, semitrailers, dollies or auxiliary wheels but only:
- 1) while attached to a covered truck or tractor; or
 - 2) while temporarily detached for a period not exceeding 72 consecutive hours from a covered "truck" or tractor and while garaged in a building or parked in a fully enclosed yard which is securely closed and locked, or the trailer or semitrailer is under constant surveillance, or on a guarded lot and the trailer or semi-trailer has all the openings closed and securely locked with keys removed.
- j. "Unattended" means:
- A truck that has been left without a person whose duty is to drive, guard, or attend the truck.
- k. "Gross Receipts" means:
- The total amount of receipts that you are entitled to for the packing, loading, unloading and transporting of Covered Property, regardless of whether you or another carrier originated the transportation.
- l. "Reporting Period" means the period of time for which new reports of your gross receipts are due, as shown by a symbol in the Declarations. If the symbol is:

- a. DR (Daily), reports must show the gross receipts for each day; but the reporting period ends on the last day of the month.
- b. WR (Weekly), reports must show the gross receipts for each week; but the reporting period ends on the last day of the month.
- c. MR (Monthly), reports must show the gross receipts for each month; and the reporting period ends on the last day of each month.
- d. QR (Quarterly), reports must show the gross receipts for each month; but the reporting period ends on the last day of:
 - 1. March;
 - 2. June;
 - 3. September; and
 - 4. December.
- e. PR (Policy Year), reports must show the gross receipts as of the last day of each month; but the reporting period ends on the policy anniversary date

CYBER EXCLUSION ENDORSEMENT

This endorsement modifies insurance provided under the following:

AUTO PHYSICAL DAMAGE POLICY

COMMERCIAL GENERAL LIABILITY POLICY

COMMERCIAL INLAND MARINE COVERAGE POLICY

A. Notwithstanding any provision to the contrary within this Policy or any endorsement thereto, this Policy does not apply to any:

1. Cyber Loss; or
2. Data Loss.

B. Definitions

1. "Cyber Loss" means any loss, damage, liability, claim, cost, or expense of whatever nature caused by or because of any Cyber Act Or Incident including, but not limited to, any action taken in controlling, preventing, suppressing, or remediating any Cyber Act Or Incident, including business interruptions, notification costs, credit or identity monitoring expenses, forensic expenses, public relations expenses, data restoration expenses, or extortion expenses caused by a Cyber Act or Cyber Incident; and regardless of any other cause or event contributing concurrently or in any other sequence thereto.
2. "Cyber Act Or Incident" means (i) an unauthorized, malicious, or criminal act or series of related unauthorized, malicious, or criminal acts, regardless of time and place, or the threat or hoax thereof, involving access to, processing of, use of or operation of any Computer System; as well as (ii) any error or omission, or series of related errors or omissions, involving access to, processing of, use of, or operation of any Computer System; or (iii) any partial or total unavailability or failure, or series of related partial or total unavailabilities or failures, to access, process, use or operate any Computer System. "Cyber Act Or Incidents" includes, but is not limited to, circumstances in which any person without proper authorization: (a) obtains access to or use of a Computer System; (b) damages, prevents others' authorized access to, or limits the authorized use of, a Computer System (or deletes, alters, or encrypts Data on that Computer System) through any means, whether by changing passwords, deploying ransomware, making denial of service attacks, or otherwise; and (c) accesses, copies, discloses, or uses Data on a Computer System; as well as (d) the error or omission of any person in causing or contributing to the occurrence of any of the foregoing.
3. "Computer System" means any microprocessor-based computer, hardware, software, network, communications system, or electronic device owned or operated by the Insured or any other party (including, but not limited to, embedded computers and microprocessors in industrial devices or vehicles, PCs, smart phones, laptops, tablets, wearable devices, servers, back-up facilities, cloud services, and any similar system or any configuration of the aforementioned and including any associated input, output, data storage device, and networking equipment).
4. "Data Loss" means any loss, damage, liability, claim, cost, or expense of whatsoever nature caused by or because of any destruction, loss of use, loss of value, reduction in functionality, repair, replacement, restoration, unauthorized disclosure, or reproduction of any Data, including business interruptions, notification costs, credit or identity monitoring expenses, forensic expenses, public relations expenses, data restoration expenses, or extortion expenses related thereto; regardless of any other cause or event contributing concurrently or in any other sequence thereto.
5. "Data" means information, facts, concepts, code, or any other information of any kind that is recorded or transmitted in a form to be used, accessed, processed, transmitted, or stored by a Computer System.

CAP ON LOSSES FROM CERTIFIED ACTS OF TERRORISM

This endorsement modifies insurance provided under the following:

COMMERCIAL INLAND MARINE COVERAGE POLICY

A. Cap On Certified Terrorism Losses

"Certified act of terrorism" means an act that is certified by the Secretary of the Treasury, in accordance with the provisions of the federal Terrorism Risk Insurance Act, to be an act of terrorism pursuant to such Act. The criteria contained in the Terrorism Risk Insurance Act for a "certified act of terrorism" include the following:

1. The act resulted in insured losses in excess of \$5 million in the aggregate, attributable to all types of insurance subject to the Terrorism Risk Insurance Act; and
2. The act is a violent act or an act that is dangerous to human life, property or infrastructure and is committed by an individual or individuals as part of an effort to coerce the civilian population of the United States or to influence the policy or affect the conduct of the United States Government by coercion.

If aggregate insured losses attributable to terrorist acts certified under the Terrorism Risk Insurance Act exceed \$100 billion in a calendar year and we have met our insurer deductible under the Terrorism Risk Insurance Act, we shall not be liable for the payment of any portion of the amount of such losses that exceeds \$100 billion, and in such case insured losses up to that amount are subject to pro rata allocation in accordance with procedures established by the Secretary of the Treasury.

B. Application Of Exclusions

The terms and limitations of any terrorism exclusion, or the inapplicability or omission of a terrorism exclusion, do not serve to create coverage for any loss which would otherwise be excluded under this Coverage Part or Policy, such as losses excluded by the Nuclear Hazard Exclusion or the War And Military Action Exclusion.



THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.

Service of Suit Endorsement

This endorsement modifies insurance provided under all policies underwritten by Dellwood Specialty Insurance Company.

The following is added:

Service of Suit

Pursuant to any statute of any state, territory or District of the United States which makes provision therefor, the Company hereby designates the Superintendent, Commissioner, or Director of Insurance (or other such officer specified for that purpose in the statute), or his successor or successors in office, as the Company's true and lawful attorney upon whom may be served any lawful process in any action, suit or proceeding instituted by or on behalf of the insured or any beneficiary hereunder, arising out of this contract of insurance. For such service of process to be valid, it must state the name of the insured, Dellwood Specialty Insurance Company, as the unauthorized insurer, and identify the contract of insurance to which the service of process pertains.

Further, service also may be made to:

Dellwood Specialty Insurance Company
Attention: Claims
47 Maple Street, Suite 401
Summit, NJ 07901

OR, for Arizona insureds, to:

Dellwood Specialty Insurance Company
Attention: Claims
16100 N 71st St, Suite 160
Scottsdale, AZ 85254

The foregoing consent to service of suit does not constitute consent to, or an election of, the application of any particular jurisdiction's substantive law or rules of procedure or for any other statutory, regulatory, tax, or contract purpose.

