(1) Lines 159 through 166 of the Collision Liability clause are deleted and the following substituted therefor:

“(a) if the Vessel shall come into collision with any other ship or Vessel, and the Assured or the Surety in consequence of the Vessel being at fault shall become liable to pay and shall pay by way of damages to any other person or persons any sum or sums in respect of such collision, the Underwriters will pay the Assured or Surety, whichever shall have paid, such proportion of three-fourths of such sum or sums so paid as their respective subscriptions hereto bear to the Agreed Value, provided always that their liability in respect to any one such collision shall not exceed their proportionate part of three-fourths of the Agreed Value.”

“(b) in cases where, with the consent in writing of a majority (in amount) of Hull Underwriters, the liability of the Vessel has been contested, or proceedings have been taken to limit liability, the Underwriters will also pay a like proportion of three-fourths of the costs which the Assured shall thereby incur or be compelled to pay.”

(2) Lines 194 and 195 of the Pilotage and Towage clause are also deleted and the following substituted therefore:

“the amount of any statutory limitation of liability to which owners are entitled or would be entitled if liability under any contractual obligation referred to in this clause were included among the liabilities subject to such statutory limitations, or three-fourths of the Agreed Value, whichever is lesser.”

All other terms and conditions remaining unchanged.