The NON-PAYMENT OF PREMIUM provisions contained in the Policy are hereby deleted, and the following clauses are substituted therefor:

Premium shall be due and payable in cash at the office of the Underwriters in the following installments:

of the premium within thirty days after attachment, and the remainder as follows:

of the premium on or before days

of the premium on or before days after attachment of this Policy.

of the premium on or before days

There shall be no recourse against the United States of America for payment of premiums even if named an Assured herein.

**AUTOMATIC TERMINATION**

This Policy shall automatically terminate (no notice to the Assured(s) being required) and all liability of Underwriters herein shall end at noon of the tenth day following non-payment of any one of the last three premium installments on the due date thereof, unless such payments are made within such ten day period.

**CANCELLATION ON NOTICE**

This Policy may be cancelled by Underwriters upon notice if (a) the first premium installment is in default, or (b) any additional premium charged by Underwriters for adjustments in values, changes in trading warranties and/or other insuring terms and conditions of the Policy is not paid within 30 days from the effective date of said adjustment or change, or (c) if any Assured should become insolvent, or if a petition in bankruptcy, voluntary or involuntary, should be filed by or against any Assured, or if any proceedings in bankruptcy under any Acts of Congress, or otherwise, relating to the relief of debtors should be commenced for the relief or readjustment of any indebtedness of any Assured, even though no payment is overdue.

Written or telegraphic notice sent to the Assured(s) at his (their) last known address shall constitute complete notice of cancellation as regards the Assured(s), and at noon on the tenth day after such notice shall have been mailed or telegraphed this Policy shall be null and void, unless payment has been received prior thereto. Such notice sent to the Assured(s) c/o the broker who negotiated this Policy shall have the same effect as if sent directly to the Assured(s).

**NOTICE TO THIRD PARTY LOSS PAYEE**

Any cancellation or automatic termination of this Policy as provided for above shall not become effective against the interest of any third party loss payee until noon on the tenth day after written or telegraphic notice shall have been sent to such loss payee. Notice shall be deemed given when mailed or telegraphed to such third party payee at the address set forth in this Policy or, in the absence of such address, to said payee c/o the broker who negotiated this Policy. If payment of any installment is not made on the due date thereof, Underwriters may give notice as above that this Policy will terminate at noon on the tenth day after such due date unless payment is made within said period, and such termination, if any, shall be effective against the interest of any third party payee as of such termination date or at noon on the tenth day after such notice is given to said payee, whichever is later.

NOTWITHSTANDING ANY PROVISION IN THIS POLICY TO THE CONTRARY:

(a) Any cancellation or termination of this Policy as provided for above shall be without prejudice to Underwriters' claim for premium earned and due for the period this Policy was in force or to losses occurring prior to such cancellation or termination.

(b) The amount of any unpaid premium may, at the discretion of Underwriters, be deducted from any claim for loss or expense under this Policy even though the loss may be payable to someone other than the Assured(s).

(c) In the event of a total or constructive total loss of the insured vessel, full annual premium (including any additional premium charged by Underwriters for adjustments in values, changes in trading warranties and/or other insuring terms and conditions of the Policy) shall be deemed earned and immediately due and payable.

(d) Any Assured named in this Policy, whose interest is described therein as that of a mortgagee of the insured vessel, shall be entitled to the notice provided for above in the case of a third party loss payee.

(e) Any cancellation or automatic termination of this Policy, as provided for above, shall not become effective against the interest, if any, of the United States of America in this Policy until noon on the tenth day after written or telegraphic notice shall have been sent to the United States Department of Transportation, Maritime Administration, Attention: Director, Office of Marine Insurance, Washington, D.C. 20590. A written and/or telegraphic notice by or through the brokers who negotiated this Policy, to the United States Department of Transportation, Maritime Administration, addressed as above, shall constitute a complete notice as required under this clause and cancellation shall become effective as aforesaid.