

Attaching to and forming part of Policy No.	Endorsement No.
Assured:	Company
Effective Date	Coverage Period

**WAREHOUSE COVERAGE ENDORSEMENT**

1. **GOODS INSURED:** In consideration of an additional premium charged for the coverage period stated herein, it is understood and agreed the captioned policy is extended to cover goods and merchandise owned by the Assured or held by them in trust or on commission or consignment, or otherwise held, or sold but not delivered or removed, on joint account with or belonging to others for which the Assured may be liable in the event of loss while said goods and merchandise are temporarily held in storage or in warehouses scheduled as a "Covered Location".

2. **INSURING CONDITIONS & EXCLUSIONS:** The insuring terms, unless otherwise stated herein, are against all risks of physical loss of or damage from any external cause, excluding nevertheless, the risks excluded by the following AIMU clauses current on the date of this endorsement, or as amended thereafter: Free of Capture and Seizure Warranty; Strikes, Riots and Civil Commotions Warranty; Nuclear/Radioactive Contamination Exclusion Warranty; Extended Radioactive Contamination Exclusion Clause including the U. S. A. Endorsement; Chemical, Biological, Bio-Chemical, Electromagnetic Exclusion Clause; and Delay Warranty.

The Assured agrees this coverage shall not inure directly or indirectly to the benefit of any bailee nor shall there be any abandonment to the Company of any goods or merchandise.

This endorsement also does not cover any loss, damage or expense directly or indirectly caused by:

- (a) unexplained loss, mysterious or unexplained disappearance or shortage disclosed upon taking inventory;
- (b) misappropriation, secretion, conversion, infidelity or any dishonest act done by or at the instigation of the Assured or any of their employees or their agents;
- (c) any process or while the goods and merchandise are actually being worked upon and resulting therefrom;
- (d) goods and merchandise held in retail locations, exhibitions or at installation sites, unless agreed to in advance by the Company;
- (e) seizure or destruction by any governmental and municipal authority unless acting to prevent the spread of any fire;

**(f) additional exclusion-**

3. **VALUATION:** The valuation, unless otherwise stated herein, shall be on the same basis as provided for in the captioned policy plus any landed charges and costs incurred by the Assured as may have accrued and become legally due up to the date of the covered loss.

4. **REPORTING:** The Assured agrees on the last business day of each month to keep accurate records of the total value of all goods and merchandise at risk (as per valuation contained herein) at each Covered Location. If there is no value at risk the records shall indicate none for each Covered Location. The Assured also agrees to record unnamed location values as above when the Company has stated unnamed locations are covered in the Covered Location Schedule.

The Assured agrees to the following reporting of values requirement when box is checked:-

CHECK BOX  Monthly Reporting

The Assured agrees to furnish reports to this Company not later than fifteen (15) days after the last day of each month (as stated at the end of this endorsement) showing the monthly value at risk at each Covered Location and to pay premium on such values at rates as specified herein or as otherwise required.

CHECK BOX  Quarterly Reporting

The Assured agrees to furnish reports to this Company not later than fifteen (15) days after the last day of each quarter (as stated at the end of this endorsement) showing the monthly value at risk at each Covered Location and to pay premium on such values at rates as specified herein or as otherwise required.

CHECK BOX  Annual Reporting

The Assured agrees to furnish reports to this Company at the end of the coverage period showing the monthly value at risk at each Covered Location and to pay premium on such values at rates as specified herein or as otherwise required.

5.INSPECTION OF RECORDS: The Assured agrees to allow this Company or its agent during business hours to inspect records kept as above while this endorsement remains in force and for twelve (12) months thereafter.

6.COINSURANCE: This Company will not pay the full amount of any covered loss if the value of the goods and merchandise at time of loss at the Covered Location multiplied by the coinsurance percentage of 100% is greater than the limit of liability.

Instead, the most the Company will pay will be determined by these steps: multiply the value of the goods and merchandise at the time of loss by the coinsurance percentage, divide the limit of liability for the Covered Location by value of goods (as determined above), then multiply that amount by the total amount of loss before any deductible, then subtract the deductible amount from that figure. The Company will then pay the final amount or the applicable limit of liability, whichever is less. If one limit of liability applies to two or more Covered Locations coinsurance will apply to the total of all goods and merchandise to which the limit of liability applies.

7.OTHER INSURANCE: If the Assured has in place any other insurance on the goods and merchandise at any Covered Location, this insurance shall not apply with respect to any peril which at the time of loss is covered by such other insurance, until the liability of such other insurance has been exhausted by payment of covered loss, then coverage provided by this endorsement shall cover only such loss as may exceed the amount of such other insurance (whether collectible or not) after application of any contribution, coinsurance, distribution or other clauses contained in such other insurance affecting the amount collectible thereunder. In no event shall this Company be liable for more than the limit of liability, sub-limit or annual aggregate limit set forth herein.

8.SPECIAL AGREEMENT: The Company agrees to the Special Agreement when box is checked:-

Check Box  WAIVER OF COINSURANCE: If the total value at any one Covered Location exceeds the limit of liability provided herein, the Assured agrees, nevertheless, to report as below the full value at risk and pay premium thereon at agreed rates or to pay additional premium if required by this Company. The Assured further agrees that acceptance of such reports and premium by the Company shall not serve to amend the limit of liability, sub-limit or annual aggregate limit set forth herein. The Company in accepting these reports and premium does agree to pay partial losses covered without reduction by reason of any coinsurance which otherwise may have existed in the absence of this agreement, but in no event shall this Company be liable for more than the limit of liability, sub-limit or annual aggregate limit set forth herein.

Check Box  EXCESS INSURANCE PERMITTED: It is understood and agreed the Assured is permitted to place excess insurance over the limit of liability, sub-limit or annual aggregate limit set forth herein without prejudice to any coverage provided by this endorsement, and the existence of such excess insurance, if any, shall not reduce coverage hereunder provided the Assured has disclosed the existence of the excess insurance in writing to the Company and the Assured agrees to disclose the total values at risk to the Company as per the reporting requirements herein. Nothing herein shall be construed to amend the limit of liability, sub-limit or annual aggregate limit set forth herein.

Check Box  PROCESSOR/MANUFACTURER LOCATION AGREEMENT: It is understood and agreed the captioned policy is extended to cover goods and merchandise owned by the Assured or held by them in trust or on commission or consignment, or otherwise held, or sold but not delivered or removed, on joint account with or

belonging to others for which the Assured may be liable in the event of loss while said goods and merchandise are at processor or manufacturer scheduled as a "Covered Location".

Check Box  RETAIL LOCATION AGREEMENT: It is understood and agreed the captioned policy is extended to cover goods and merchandise owned by the Assured or held by them in trust or on commission or consignment, or otherwise held, or sold but not delivered or removed, on joint account with or belonging to others for which the Assured may be liable in the event of loss while said goods and merchandise are at Retail Location scheduled as a "Covered Location".

- 9. CANCELLATION: In the event the policy to which this endorsement is attached be cancelled, any coverage in force hereunder shall automatically terminate as of the effective date of such cancellation and no claim for loss or damage arising after such date shall be recoverable, notwithstanding anything in the captioned policy which may provide that cancellation shall not affect any risk which had attached prior to such cancellation date for transit risks or otherwise.
- 10. LIMIT OF LIABILITY & COVERED LOCATION: The location(s) to which this Company hereby extends approval, the limit of liability and applicable deductible in respect to each location is listed in the Covered Location Schedule attached to this endorsement.
- 11. MAXIMUM LIMIT OF LIABILITY PAYABLE: Notwithstanding anything contained in the captioned policy or any other clauses or endorsements attached thereto, the most this company agrees to pay in respect to a claim made under this endorsement is the limit of liability listed in the Covered Location Schedule, the stated sub limit or annual aggregate limit, whichever may apply.
- 12. EARTHQUAKE, FLOOD & WINDSTORM: If a limit of liability is stated below for the specified peril (as defined herein), this endorsement includes coverage for physical loss of or damage due to the peril at the covered location.

This endorsement excludes coverage in respect to the perils of earthquake, flood and windstorm at all unnamed locations unless coverage is agreed to by this Company in writing by separate endorsement

The Limit of Liability and Annual Aggregate Limit when listed below, including amendments hereafter are part of and not in addition to the Limit of Liability listed in the Covered Location Schedule. In no event shall this Company be liable for a greater amount than the Limit of Liability listed for the covered location.

When a Covered Peril Limit of Liability and/or Peril Deductible is included below, it shall apply per any one occurrence for all covered locations. When an "Annual Aggregate" is also included below, the Annual Aggregate Limit is the maximum amount the Company will pay for all claims occurring within the coverage period for the covered peril or perils, but in no event shall the Company pay an amount in excess of the limit of liability listed for the covered location regardless of the covered peril limit of liability or annual aggregate limit.

Covered Peril	Limit of Liability ^	Deductible^	Annual Aggregate Limit
"Earthquake"	_____	_____	_____
"Flood"	_____	_____	_____
"Windstorm"	_____	_____	_____
But not to exceed the Combined Perils*	_____	_____	_____

\* as covered above  
 ^ per any one Occurrence

**Definitions:**

**"Covered Location":** The "Location" named herein identified by the street address provided by the Assured and approved by this company or unnamed "Location" falling within the geographical area approved by this company.

*"Location" is defined as building(s), tanks(s), docks(s), wharf(s), piers(s), bulkheads(s) or groups thereof, unless specifically scheduled as separate "Locations"; bounded on all sides by public streets or open waterways or open land space, which open land space is not within the same industrial park or building complex, tank farm or marine terminal; each of which shall be not less than fifty feet wide (for the purposes of this definition any bridge or tunnel crossing such street or waterway shall render such separation inoperative).*

**"Earthquake":** *Earth Movement, natural or man-made including, but not limited to earthquake (including shock, tremor or volcanic action) or landslide, regardless of any other cause or event contributing concurrently or in any other sequence of loss. However, physical loss or damage by fire, explosion or sprinkler leakage resulting from earth movement will not be considered to be loss by earth movement within the terms of this coverage. Each loss caused by Earth Movement shall constitute a single claim hereunder; provided if more than one occurrence shall occur within any seventy two (72) hour period, such occurrences shall be deemed to be a single loss within the meaning thereof. Any loss or damage reasonably attributed to Earth Movement, within 72 hours and either commencing or occurring within the coverage period, shall be deemed recoverable hereunder.*

**"Flood":** *Surface waters, rising waters, storm surge, sea surge, wave wash, waves, tsunami, tide or tidal water, the release of water, the rising, overflowing or breaking of boundaries of natural or man-made bodies of water; or the spray therefrom; all whether driven by wind or not; or sewer back-up resulting from any of the foregoing; regardless of any other cause or event; whether natural or man-made, contributing concurrently or in any other sequence of loss. . However, physical loss or damage by fire, explosion or sprinkler leakage resulting from Flood will not be considered to be loss by Flood within the terms of this coverage. Each loss caused by Flood shall constitute a single claim hereunder; provided if more than one occurrence shall occur within any seventy two (72) hour period, such occurrences shall be deemed to be a single loss within the meaning thereof. Any loss or damage reasonably attributed to Flood, within 72 hours and either commencing or occurring within the coverage period, shall be deemed recoverable hereunder.*

**"Windstorm":** *Wind caused by, resulting from or associated with any atmospheric disturbance declared by the U. S. National Weather Service, NOAA (National Hurricane Center) or foreign equivalent, whether or not disturbance is named or numbered; including direct action of wind and any substance driven by wind. Each loss caused by Windstorm shall constitute a single claim hereunder; provided if more than one occurrence shall occur within any seventy two (72) hour period, such occurrences shall be deemed to be a single loss within the meaning thereof. Any loss or damage reasonably attributed to Windstorm, within 72 hours and either commencing or occurring within the coverage period, shall be deemed recoverable hereunder.*

