

VERMONT
AMENDATORY ENDORSEMENT

This endorsement, effective _____ forms a part of
policy no.: _____ issued to _____
by: _____

Wherever used in this endorsement: 1) "we", "us", "our", and "Insurer" mean the insurance company which issued this policy; and 2) "you", "your", "named Insured", "First Named Insured", and "Insured" mean the Named Corporation, Named Organization, Named Sponsor, Named Insured, or Insured stated in the declarations page; and 3) "Other Insured(s)" means all other persons or entities afforded coverage under the policy.

In consideration of the premium charged, it is hereby understood and agreed that the cancellation provision of this policy is deleted in its entirety and is replaced by following:

CANCELLATION/NONRENEWAL/POLICY RENEWAL

A. CANCELLATION

1. This policy may be cancelled by the Insured by surrender of this policy to the Insurer or by giving written notice to the Insurer stating when thereafter such cancellation shall be effective.
2. Cancellation of policies in effect for less than sixty (60) days.

If this policy has been in effect for less than sixty (60) days and this policy is not a renewal of a policy the Insurer issued, the Insurer may cancel this policy by:

- a. giving Insured at least fifteen (15) days notice prior to the proposed cancellation date for non-payment of premium ; or
- b. mailing or delivering to the Insured at least forty-five (45) days notice prior to the proposed cancellation date for any other reason.

If cancellation is for nonpayment of premium, written notice may be sent by certificate of mailing or certified mail. If cancellation is for any reason other than nonpayment of premium, written notice must be sent by use of certified mail.

3. Cancellation of Policies in Effect for Sixty (60) Days or More.

If this policy has been in effect for sixty (60) days or more, or if this is a renewal of a policy the Insurer issued, the Insurer may cancel this policy only for one or more of the following reasons:

- a. nonpayment of premium;

- b. fraud or material misrepresentation affecting the policy or in the presentation of a claim thereunder, or violation of any of the terms or conditions of the policy; or
- c. substantial increase in hazard provided that cancellation for this reason shall be effective only after prior approval of the commissioner.

No notice of cancellation of a policy in effect for sixty (60) days or more, shall be effective unless mailed or delivered by the Insurer to the the Insured at least forty-five (45) days prior to the effective date of cancellation, provided, that where cancellation is for non-payment of premium at least fifteen (15) days notice of cancellation shall be given.

Written notice of cancellation shall include the reason for cancellation and shall be sent by certified mail, except that in the case of cancellation for nonpayment of premium, notice shall be by certified mail or certificate of mailing. The Insurer shall not be held liable in any claim or suit for damages arising solely from the Insurer's compliance with the requirement that the reason for cancellation be specified.

B. NONRENEWAL NOTICE

The Insurer shall not refuse to renew a policy of insurance at its expiration or anniversary if written for a term of more than one year, unless the Insurer or its agent shall mail or deliver to the the First Named Insured, at the address shown in the policy, at least forty-five (45) days advance notice of its intention not to renew. This section shall not apply if the Insurer has manifested its willingness to renew, or in case of nonpayment of premium, or if the Insured fails to pay any advance premium required by the Insurer for renewal. However, notwithstanding the failure of the Insurer to comply with this section, the policy shall terminate on the effective date of any other policy with respect to property designated in both policies. Renewal of a policy shall not constitute a waiver or estoppel with respect to grounds for cancellation which existed before the effective date of such renewal.

Form of Notice

When notice is provided by mail, such notice shall be by certified mail. In the case of cancellation for nonpayment of premium notice shall be sent either certified mail or certificate of mailing.

C. POLICY RENEWAL

If the Insurer has the necessary information to issue the renewal policy of insurance, the Insurer shall confirm in writing at least forty-five (45) days prior to expiration its intention to renew the policy and the premium at which the policy is to be renewed. The Insured shall have the right to renew the policy at this premium.

An Insurer not complying with the above policy renewal procedure, shall grant its Insured renewal coverage at the rate or premium in effect under the expiring or expired policy or at rates lawfully in effect on the expiration date. This shall be done on a pro rata basis and shall continue for forty-five (45) days after the Insurer confirms renewal coverage and premium. This shall not apply if the Insured accepts any renewal policy.

All other terms, conditions and exclusions of the policy remain the same.

AUTHORIZED REPRESENTATIVE