

HAWAII CANCELLATION/NONRENEWAL
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.

In consideration of the premium charged, it is hereby understood and agreed that the cancellation provision of this policy is amended as follows:

The Insured may cancel a policy by mailing or delivering to the Insurer advance written notice of cancellation.

The Insurer may cancel a policy or renewal prior to the expiration date or one year from the effective date of the policy only under the following grounds:

- (1) Failure to pay a premium when due;
- (2) Fraud or material misrepresentations;
- (3) The risk hazard increases substantially and the Insurer could not have reasonably foreseen the change when entering into contract;
- (4) Substantial breaches of contractual duties, conditions, or warranties;
- (5) Violation of any local fire, health, or safety statute or ordinance;
- (6) Conviction of the named Insured for a crime having as one of its necessary elements an act increasing any hazard that is insured against;
- (7) The insurance commissioner determines that the continuation of the policy places the Insurer in violation of chapter 431; or
- (8) For any good faith reason with the approval of the commissioner.

Cancellation shall become effective thirty (30) days after the Insurer delivers written notice of cancellation to the policyholder.

The Insurer may refuse to renew a policy if notice is sent to the policyholder with the reasons for nonrenewal. The notice must be sent to the policyholder forty five (45) days prior to the intended nonrenewal date.

AUTHORIZED REPRESENTATIVE