

MONTANA
CANCELLATION ENDORSEMENT
MEDICAL PROFESSIONAL LIABILITY

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.

It is hereby agreed and understood that the cancellation provision of this policy is amended to read as follows:

This policy may be cancelled by the Insurer within sixty (60) days after the effective date of the policy without cause. Written notice shall be by first class mail or delivered to the Insured stating when, not less than sixty (60) days, except ten (10) days for non-payment of premium, after mailing or delivery, cancellation shall be effective. This section shall not apply to any renewal policy issued by the Insurer to the Insured.

After this policy has been in effect for sixty (60) days or more, the Insurer shall not cancel the policy prior to the expiration of the agreed term or one year from the effective date of the policy or renewal, whichever is less, except for one or more of the following reasons:

1. For reasons specifically allowed by statute;
2. Failure to pay a premium when due;
3. On grounds stated in the policy which pertain to the following:
 - (a) Material misrepresentation;
 - (b) Substantial change in the risk assumed, except to the extent that the Insurer should reasonably have foreseen the change or contemplated the risk when the contract was written;
 - (c) Substantial breaches of contractual duties, conditions or warranties;
 - (d) Determination by the Commissioner that continuation of the policy would place the Insurer in violation of this code;
 - (e) Financial impairment of the Insurer; or
 - (f) Any other reason approved by the Commissioner.

Written notice shall be by first class mail or delivered to the Insured stating when, not less than ten (10) days after the mailing or delivery, cancellation shall be effective.

The Insurer shall mail or deliver at least sixty (60) days prior to the expiration date provided in the policy, notice to the Insured that the Insurer does not intend to renew the policy beyond the expiration date.

The Insurer will give notice of premium due by the Insured not more than sixty (60) days or less than sixty (60) days before the due date of a renewal premium. This notice will clearly state the effect of nonpayment of premium on or before the due date.

These nonrenewal provisions do not apply if:

- (a) the Insured has obtained insurance elsewhere, has accepted replacement coverage, or has requested or agreed to nonrenewal; or
- (b) the policy is expressly designated as nonrenewable.

All other terms, conditions and exclusions of this policy not inconsistent with the terms of this Endorsement shall remain the same.

AUTHORIZED REPRESENTATIVE