FLORIDA CHANGES

This endorsement modifies insurance provided under the following:

COMMERCIAL CRIME POLICY  
COMMERCIAL FIDELITY AND FORGERY POLICY  
GOVERNMENT CRIME POLICY  
GOVERNMENT FIDELITY AND FORGERY POLICY  
KIDNAP/RANSOM AND EXTORTION POLICY

A. Under the Commercial Crime Policy and Government Crime Policy, Exclusion j. Nuclear, Biological Or Chemical Hazard is replaced by the following:

j. Nuclear Hazard

Loss or damage resulting from the effects of nuclear reaction, nuclear radiation or radioactive contamination, or any related act or incident.

B. Under the Commercial Crime Policy, Commercial Fidelity And Forgery Policy, Government Crime Policy and Government Fidelity And Forgery Policy, Paragraph (b) of (1) Policy Cancellation under the Cancellation Or Termination Condition is replaced by the following:

(b) Cancellation Of Policies In Effect

(i) 60 Days Or Less

If this Policy has been in effect for 60 days or less, we may cancel this Policy by mailing or delivering to the first Named Insured written notice of cancellation, accompanied by the reasons for cancellation, at least:

i. 10 days before the effective date of cancellation if we cancel for nonpayment of premium; or

ii. 20 days before the effective date of cancellation if we cancel for any other reason, except we may cancel immediately if there has been:

aa. A material misstatement or misrepresentation; or

bb. A failure to comply with underwriting requirements established by the insurer.

(ii) For More Than 60 Days

If this Policy has been in effect for more than 60 days, we may cancel this Policy only for one or more of the following reasons:

i. Nonpayment of premium;

ii. The Policy was obtained by a material misstatement;

iii. There has been a failure to comply with underwriting requirements established by the insurer within 60 days of the effective date of coverage;

iv. There has been a substantial change in the risk covered by the Policy;

v. The cancellation is for all Insureds under such policies for a given class of Insureds; or

vi. The cancellation of some or all of our policies is necessary to protect the best interests of the public or policyholders and such cancellation is approved by the Florida Office of Insurance Regulation.

If we cancel this Policy for any of these reasons, we will mail or deliver to the first Named Insured written notice of cancellation, accompanied by the reasons for cancellation, at least:

aa. 10 days before the effective date of cancellation if cancellation is for the reason stated in (b)(ii)i. above; or

bb. 45 days before the effective date of cancellation if cancellation is for the reasons stated in (b)(ii)ii. through vi. above.

C. Under the Commercial Crime Policy, Commercial Fidelity And Forgery Policy, Government Crime Policy and Government Fidelity And Forgery Policy, Paragraph (e) of (1) Policy Cancellation under the Cancellation Or Termination Condition is replaced by the following:

(e) If this Policy is cancelled, we will send the first Named Insured any premium refund due. If we cancel, the refund will be pro rata. If the first Named Insured cancels, the refund may be less than pro rata. If the return premium is not refunded with the notice of cancellation or when this Policy is returned to us, we will mail the refund within 15 working days after the date cancellation takes effect. The cancellation will be effective even if we have not made or offered a refund.

D. Under the Kidnap/Ransom And Extortion Policy, Paragraph (2) of the Cancellation Of Policy Condition is replaced by the following:

(2) Cancellation Of Policies In Effect

(a) 60 Days Or Less

If this Policy has been in effect for 60 days or less, we may cancel this Policy by mailing or delivering to the first Named Insured written notice of cancellation, accompanied by the reasons for cancellation, at least:

(i) 10 days before the effective date of cancellation if we cancel for nonpayment of premium; or

(ii) 20 days before the effective date of cancellation if we cancel for any other reason, except we may cancel immediately if there has been:

i. A material misstatement or misrepresentation; or

ii. A failure to comply with underwriting requirements established by the insurer.

(b) For More Than 60 Days

If this Policy has been in effect for more than 60 days, we may cancel this Policy only for one or more of the following reasons:

(i) Nonpayment of premium;

(ii) The Policy was obtained by a material misstatement;

(iii) There has been a failure to comply with underwriting requirements established by the insurer within 60 days of the effective date of coverage;

(iv) There has been a substantial change in the risk covered by the Policy;

(v) The cancellation is for all Insureds under such policies for a given class of Insureds; or

(vi) The cancellation of some or all of our policies is necessary to protect the best interests of the public or policyholders and such cancellation is approved by the Florida Office of Insurance Regulation.

If we cancel this Policy for any of these reasons, we will mail or deliver to the first Named Insured written notice of cancellation, accompanied by the reasons for cancellation, at least:

i. 10 days before the effective date of cancellation if cancellation is for the reason stated in (b)(i) above; or

ii. 45 days before the effective date of cancellation if cancellation is for the reasons stated in (b)(ii) through (vi) above.

E. Under the Kidnap/Ransom And Extortion Policy, Paragraph (5) of the Cancellation Of Policy Condition is replaced by the following:

(5) If this Policy is cancelled, we will send the first Named Insured any premium refund due. If we cancel, the refund will be pro rata. If the first Named Insured cancels, the refund may be less than pro rata. If the return premium is not refunded with the notice of cancellation or when this Policy is returned to us, we will mail the refund within 15 working days after the date cancellation takes effect. The cancellation will be effective even if we have not made or offered a refund.

F. The following is added and supersedes any other provision to the contrary:

Nonrenewal

1. If we decide not to renew this Policy, we will mail or deliver to the first Named Insured written notice of nonrenewal, accompanied by the reason for nonrenewal, at least 45 days prior to the expiration of this Policy or if nonrenewal is for the reason stated in Paragraph F.3.

2. Any notice of nonrenewal will be mailed or delivered to the first Named Insured's last mailing address known to us. If notice is mailed, proof of mailing will be sufficient proof of notice.

3. We may refuse to renew the Policy if nonrenewal of some or all of our policies is necessary to protect the best interests of the public or policyholders and such nonrenewal is approved by the Florida Office of Insurance Regulation.

G. Under the Commercial Crime Policy, Commercial Fidelity And Forgery Policy, Government Crime Policy and Government Fidelity And Forgery Policy, the Legal Action Against Us Condition is replaced by the following:

Legal Action Against Us

You may not bring any legal action against us involving loss:

1. Unless you have complied with all the terms of this Policy;

2. Until 90 days after you have filed proof of loss with us; and

3. Unless brought within five years from the date the loss was "discovered".

H. Under the Kidnap/Ransom And Extortion Policy, the Legal Action Against Us Condition is replaced by the following:

Legal Action Against Us

You may not bring any legal action against us involving loss:

1. Unless you have complied with all the terms of this Policy;

2. Until 90 days after you have filed proof of loss with us; and

3. Unless brought within five years from the date you reported the loss to us.