

REPOSSESSION GUARD

PROGRAM ADMINISTRATOR: WILLIS PROGRAMS

GENERAL STATEMENTS REGARDING ELIGIBILITY

- ELIGIBLE OCCUPANCY: RISKS WITH RECOVERY OPERATIONS OWNED AND OPERATED BY EMPLOYEES AND OPERATED BY BOTH EMPLOYEES AND INDEPENDENT CONTRACTORS. RISKS ARE SOLELY ENGAGED IN THE REPOSSESSION OF AUTOMOBILES AT THE DIRECTION OF A FINANCIAL INSTITUTION OR RECOVERY FORWARDING OPERATION. RECOVERY SPECIALISTS OPERATIONS CONTRACTED DIRECTLY WITH MILLENNIUM CAPITAL & RECOVERY CORPORATION (MCRC).

IF A RISK MEETS ANY ONE OF THE FOLLOWING CRITERIA, IT MUST BE REFERRED TO HSB FOR A REINSURANCE QUOTATION. IF ONE "LOCATION" IS A REFERRAL THEN THE ENTIRE POLICY BECOMES A REFERRAL POLICY.

- ANY POLICY THAT HAS A "LOCATION" WITH A "TIV" GREATER THAN \$1,000,000
- ANY POLICY THAT HAS A POLICY "TIV" GREATER THAN \$2,000,000
- ANY POLICY WITH AN EQUIPMENT BREAKDOWN LIMIT OR SUBLIMIT THAT EXCEEDS \$100,000 AS RESPECTS THE FOLLOWING COVERAGES:
 - PERISHABLE GOODS/SPOILAGE
 - DATA RESTORATION
 - EXPEDITING EXPENSE
 - HAZARDOUS SUBSTANCES
 - OFF PREMISES PROPERTY DAMAGE
 - DEPENDENT PROPERTIES
 - COMPUTER EQUIPMENT
- SERVICE INTERRUPTION
 - ANY POLICY WITH AN EQUIPMENT BREAKDOWN LIMIT OR SUBLIMIT THAT EXCEEDS THE FOLLOWING AS RESPECTS NEWLY ACQUIRED PREMISES COVERAGES:
 - \$1,000,000 BUILDING
 - \$1,000,000 BUSINESS PERSONAL PROPERTY
 - 180 DAYS
- ANY POLICY THAT INCLUDES ANY ONE OF THE FOLLOWING COVERAGE FORMS, BUT ONLY IF EQUIPMENT BREAKDOWN COVERAGE UNDER SAID FORM IS TO BE REINSURED:
 - ANY INLAND MARINE FORM
 - ANY EQUIPMENT FLOATER OR CONTRACTORS INSTALLATION FLOATER
- ANY POLICY WITH TWO OR MORE COVERED EQUIPMENT BREAKDOWN LOSSES WITHIN THE LAST 24 MONTHS AND HAS BEEN MUTUALLY DETERMINED IN WRITING BY HSB AND LEXINGTON TO BE A REFERRAL POLICY.

- ANY POLICY WITH A COVERED EQUIPMENT BREAKDOWN LOSS GREATER THAN \$25,000 AND HAS BEEN MUTUALLY DETERMINED IN WRITING BY HSB AND LEXINGTON TO BE A REFERRAL POLICY.
- ANY POLICY THAT HAS A "LOCATION" WITH A TOTAL POWER GENERATING CAPACITY GREATER THAN 250 KILOWATTS BASED ON THE NAMEPLATE RATING OF THE EQUIPMENT. THIS INCLUDES SOLAR, WIND, AND ANY OTHER METHOD OF GENERATING POWER. THIS DOES NOT INCLUDE EQUIPMENT INTENDED TO GENERATE ELECTRICITY SOLELY ON AN "EMERGENCY BASIS".
- ANY POLICY HSB DETERMINES TO BE A REFERRAL BASED UPON LOSS CONTROL INFORMATION OR CLAIMS INFORMATION DUE TO THE EXPOSURE.
- ANY POLICY THAT HAS A "LOCATION" OUTSIDE THE UNITED STATES

DEDUCTIBLES:

THE EQUIPMENT BREAKDOWN DEDUCTIBLES FOR PROPERTY DAMAGE AND BUSINESS INCOME FOLLOW THE PROPERTY POLICY PROPERTY DAMAGE DEDUCTIBLE AND BUSINESS INCOME DEDUCTIBLE, SUBJECT TO A \$1,000 MINIMUM.

RATES:

.01 PER \$100 OF TIV

THE RATES HEREIN ARE ANNUAL RATES AND MAY BE PRO-RATED FOR IN-TERM TRANSACTIONS OR ODD-TERM POLICIES.

DEFINITIONS:

- "TIV" IS TOTAL INSURED VALUE AND IS DEFINED AS 100% BUILDING VALUE, 100% BUSINESS PERSONAL PROPERTY (EXCLUDING STOCK) VALUE AND 100% BUSINESS INCOME VALUE.
- "LOCATION" MEANS PREMISES INVOLVING THE SAME OR CONNECTING LOTS, OR PREMISES WHOSE CONNECTION IS INTERRUPTED ONLY BY A STREET, ROADWAY, WATERWAY OR RIGHT-OF-WAY OF A RAILROAD.