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| **ENDORSEMENT**  **THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.**  This endorsement, effective 12:01 A.M.,  Forms a part of Policy No.: | | |
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FLOOR PLAN ENDORSEMENT

This endorsement modifies insurance provided under the following:

AUTO DEALERS’ INVENTORY PROTECTION COVERAGE FORM

1. Paragraph 13. of SECTION A – DEFINITIONS is deleted in its entirety and replaced by the following:

13. “Vehicle” means any automobile, recreational vehicle, truck, tractor, all-terrain vehicle, motorcycle, trailer or semi-trailer, including any accessories or optional equipment permanently installed in or on the vehicle, or any watercraft taken in trade while such watercraft is on land. “Vehicle”, as used throughout this policy, shall also include watercraft, marine products and other types of power equipment.

1. Paragraph 1. of SECTION B – COVERAGE is deleted in its entirety and replaced by the following:
2. **Covered Property**, as used in this **Form**,means those classes of “vehicles” for which a specific coverage indicator is shown in the **Declarations** under **COVERED PROPERTY** and for which the Named Insured provides wholesale financing to its U.S. dealers.

The interests insured by this policy include the Named Insured; and

1. Any U.S. based dealers financed by the Named Insured who have agreed to participate in this insurance; or
2. Any U.S. based dealers for whom the Named Insured has elected that this coverage is required to be maintained by said dealers by the terms of their Security Agreement with the Named Insured.

With respect to dealers whose interests are not insured hereunder, this policy shall protect the single interest of the Named Insured, but only to the extent the Named Insured is unable to recover from the dealers and/or other insurance required to be maintained by said dealers by the terms of their Security Agreement with the Named Insured.

1. The following is added to SECTION E - DEDUCTIBLES AND CO-PAYMENT:

Each unit of **Covered Property** shall be considered a separate “vehicle” for the purpose of applying the deductible, but only if such “vehicle” is invoiced separately by the manufacturer.

1. Paragraph 2. of SECTION G. is deleted in its entirety and replaced by the following:

2. Reporting Requirements

The Named Insured agrees to:

1. report to us in writing each month the names and address of all financed dealers insured under this policy as of the end of the preceding calendar month;
2. report to us in writing the outstanding floor plan balance for each such insured financed dealer; and
3. pay premium on those values based on the premium rates shown in the **Declarations**.

Such monthly reports and premium payments must be received by us no later than the 20th of each month.

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

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Authorized Representative