

INSURING COMPANY _____	NO. <u>SIM 406</u> TO POLICY # _____ EFFECTIVE DATE _____
NAMED INSURED _____ _____	

THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY

**TOTAL OR CONSTRUCTIVE LOSS
EARNED PREMIUM CONDITION**

This endorsement modifies insurance provided under the following:

BUILDING AND PERSONAL PROPERTY COVERAGE FORM
BUILDING AND PERSONAL PROPERTY EXCESS COVERAGE FORM

A. **E. LOSS CONDITIONS** is amended and the following added:

The following conditions apply in addition to the Common Policy Conditions and the Commercial Property Conditions:

Total or Constructive Total Loss Earned Premium

In the event of a total loss or a “constructive total loss” to Covered Property by a Covered Cause of Loss, the entire policy premium will be fully earned and no return premium will be due.

B. **H. DEFINITIONS** is amended and the following added:

“Constructive total loss” means the Covered Property damaged by a Covered Cause of loss is treated as a total loss because the cost of repairing the damaged Covered Property exceeds the actual cash value of the Covered Property at the time of loss.

ALL OTHER TERMS AND CONDITIONS OF THE POLICY REMAIN UNCHANGED.