

—PLEASE READ THIS CAREFULLY—

COMMERCIAL ARTICLES COVERAGE

(The information required below may be shown on a separate schedule or supplemental Declarations.)

Each item that is covered must be described on a schedule that is a part of this policy. A coverage amount must be shown for each item. This is the most that **we** will pay for a loss to that item. The coverage amounts shown below are the most that **we** will pay for all items of each class of property that is covered.

CLASS OF PROPERTY

- 1. Fine arts \$ _____
- 2. Musical instruments and their related equipment \$ _____
- 3. Photographic equipment. This means cameras, projectors and related equipment \$ _____
- 4. \$ _____
- 5. \$ _____
- 6. \$ _____

DEDUCTIBLE

The following deductible amounts will apply to each loss after all other adjustments have been made.

- 1. Fine arts \$ _____
- 2. Musical instruments \$ _____
- 3. Photographic equipment \$ _____
- 4. \$ _____
- 5. \$ _____
- 6. \$ _____

PROPERTY COVERED

We cover only those described items for which a coverage amount is shown.

EXTENSION OF COVERAGE

We cover items acquired during the policy period as follows.

1. Fine Arts

We cover these items for a period up to 90 days after they are acquired. **You** must provide **us** with a complete description of each item within this 90-day period and pay the additional premium.

We cover these items for their actual cash value. The most that **we** will pay for all such items is 25 percent of the coverage amount shown for fine arts.

2. Musical Instruments and Photographic Equipment

We cover these items for a period up to 30 days after they are acquired. **You** must provide **us** with a complete description of each item within this 30-day period and pay the additional premium.

We cover these items for their actual cash value. The most that **we** will pay for all such items will be the smaller of the following:

- a. 25 percent of the coverage amount shown for the class of property that the item belongs to; or
- b. \$10,000.

This coverage will end at the earliest of the following:

- 1. when the newly acquired items are reported to **us**.

2. the end of the reporting period that applies.
3. the expiration date of this coverage.

PERILS COVERED

We cover direct physical loss to covered property unless the loss is caused by a peril that is excluded. The loss must be due to an external cause.

PROPERTY EXCLUDED

We do not cover fine arts that are on display at fairgrounds or at a national or international exposition unless these locations are shown for this coverage.

PERILS EXCLUDED

1. Fine Arts

We do not pay for a loss if one or more of the following excluded perils apply to the loss, regardless of other causes or events that contribute to or aggravate the loss, whether such causes or events act to produce the loss before, at the same time as, or after the excluded peril. **We** do not pay for a loss that results from:

- a. breakage of art glass windows, statuary, marbles, glassware, bric-a-brac, porcelains or similar fragile items. **We** do cover breakage if it is caused by fire; lightning; windstorm; hail; earthquake; flood; smoke; explosion; aircraft, spacecraft, self-propelled missiles, and objects that fall from these items; vehicles, or an accident to a transporting vehicle; strike; riot; civil commotion; vandalism; theft; attempted theft; sprinkler leakage; or collapse of buildings.
- b. a process to repair, retouch, restore, adjust, service or maintain the covered property. If a fire or explosion results, **we** do cover the loss caused by the fire or explosion.

2. Musical Instruments

We do not pay for a loss if one or more of the following excluded perils apply to the loss, regardless of other causes or events that contribute to or aggravate the loss, whether such causes or events act to produce the loss

before, at the same time as, or after the excluded peril. **We** do not pay for a loss that results from:

- a. a process to repair, retouch, restore, adjust, service or maintain the covered property. If a fire or explosion results, **we** do cover the loss caused by the fire or explosion.
- b. mechanical or electrical breakdown or failure. If a fire or explosion results, **we** do cover the loss caused by the fire or explosion.

There are other perils that are not covered. These are listed in the Inland Marine General Terms.

TERRITORY WHERE COVERAGE APPLIES

1. Fine Arts

Coverage applies only while the property is in the United States, Canada or Puerto Rico. This includes property that is in transit except to or from Alaska, Hawaii or Puerto Rico.

2. All Other Property

Coverage applies while the property is anywhere in the world.

VALUATION

This replaces the "Valuation" provision in the Inland Marine General Terms. The value of the property will be based on the following amounts.

1. Fine Arts

Each item will be valued at the coverage amount shown for the item.

2. All Other Property

The valuation is based on the actual cash value of the property at the time of loss. Actual cash value includes a deduction for depreciation, however caused.

PACKING AND UNPACKING - FINE ARTS ONLY

You must do everything that is reasonably within **your** control to insure that each item is properly packed and unpacked when being moved or stored.