

Endorsement No. ACV-20 (Rev. Aug 24, 2005)

This endorsement limits the amount of coverage provided under your Ocean Marine Policy Agreement – PLEASE READ IT CAREFULLY.

“Basis of Claim Payment”, “B. Repairs for Partial Loss” section in the policy is hereby deleted, and replaced with the following:

B. Repairs for Partial Loss, where the *Insured Vessel* is twenty years of age and older (based on model year):

We will pay the reasonable cost of repairs or replacement, except that settlement will be on an *Actual Cash Value* basis for the following items:

- i) All costs associated with Sails, Canvas, Protective Covers, Upholstery, and Carpet, that is four years old and older; and
- ii) All costs associated with refinishing or repainting; and
- iii) All costs associated with the repair or replacement of electrical systems or electronics; and
- iv) All costs associated with the repair or replacement of outboard motors, outdrives, and inflatable hulls, that is six years of age and older; and
- v) All costs associated with the repair or replacement of engines, motors, drive systems, propulsion, steering systems and related machinery; and

We have the option to make or reimburse for repairs or replacements, or to pay you directly based on the lowest estimate of loss, subject to the **Actual Cash Value** settlement items as per above. We reserve the right to repair or replace the *Insured Property*. Under no circumstances will our liability exceed the amount indicated on the Declarations Page. Age, as used in this section, is calculated by subtracting the model year from the calendar year, and adding one (1) to the result.

Please refer to the **Actual Cash Value** definition in the policy agreement.

SAMPLE