

**Form #HFW-EXPR-08 (Rev. January 2009)**  
**Extensions of Coverage Schedule - Property**

**This Form provides the following Extensions of Coverage (each with a specific limit), but only when such Extensions of Coverage are listed on the Declarations page along with an applicable limit.**

**1. ACCOUNTS RECEIVABLE**

Coverage is provided, up to the amount of insurance shown in the Declarations in any one occurrence, for loss of accounts receivable caused directly by perils insurance against, anywhere in the world. Recovery under this extension is limited to the actual loss necessarily incurred of:

- (a) all sums due you from customers which you are unable to collect as the direct result of loss of or damage to records of accounts receivable;
- (b) interest charges on any loan to offset impaired collections, pending repayment of such sums made uncollectible by the loss or damage;
- (c) collection expense in excess of normal collection cost, and made necessary because of the loss or damage; and
- (d) other expenses when reasonably incurred by you in re-establishing records of accounts receivable following loss or damage.

**Inspection and Audit:** We must be permitted to inspect the premises and the receptacles in which your records of accounts receivable are kept, and to examine and audit your books and records at any time up to three (3) years after the final termination of this Policy, to verify the statements of any outstanding record of accounts receivable submitted by you and the amount of recoveries of accounts receivable on which we have made any settlement.

**Recoveries :** After payment of loss, all amounts recovered by you must be repaid to us, up to the total amount of loss we have paid; however, all recoveries in excess of the amount we have paid will belong to you.

**Adjustment of Loss:** When there is proof that a loss covered by this insurance has occurred, but you cannot accurately establish the total amount of accounts receivable outstanding as of the date of such loss, the loss amount will be computed as follows: The monthly average of accounts receivable for the previous twelve (12) months will be adjusted, taking into consideration any variance from that average for the particular month in which the loss occurs. We will also consider normal fluctuations in the amount of accounts receivable within the fiscal month involved. In no event however, will we be liable for more than the limit of insurance for this Extension. We will deduct from the total amount of accounts receivable the amount of such accounts evidenced by records not lost, any amounts collected by you, and an amount to allow for probable bad debts which would normally have been uncollectible by you. All unearned interest and service charges will be deducted.

**2. ANTENNAE AND SATELLITE DISHES**

This Form is extended to insure loss or damage to Antennae and Satellite Dishes, meaning radio or television satellite dishes and antennae, including their lead-in writing, masts and towers within three hundred fifty (350) metres of the insured premises.

**3. BUSINESS CONTENTS IN TRANSIT**

This Form is extended to insure Business Contents in Transit, meaning property you own and are picking up from others, or are delivering to others. This coverage applies only to property more than three hundred fifty (350) metres from the described premises, including while in a terminal, garage or depot, and while loading and unloading, but only while in due course of transit anywhere in the world and until the property is delivered to the consignee at the intended destination. Coverage applies to property in or on a vehicle owned, leased or operated by you, or in the custody of a common carrier, contract carrier, registered mail carrier or parcel post carrier.

When title to a shipment passes to the consignee, and the consignee refuses to pay you because the shipment is lost or damaged, you may elect to claim that loss under this Extension of Coverage.

The amount of insurance applicable to this Extension of Coverage is that shown in the Declarations. In addition, the following sub-limits apply to a loss or series of losses arising out of one occurrence; Five hundred dollars (\$500) for Parcel Post and five hundred dollars (\$500) for Registered Mail.

This Extension of Coverage is subject to the following additional exclusions:

- (a) Loss or damage caused by or resulting from your neglect to use all reasonable means to save and preserve the property at and after any loss, or when the property may be endangered.
- (b) Loss or damage caused by or resulting from deterioration arising from delays
- (c) Business Contents belonging to others, that you are transporting for a fee (other than incidental delivery charges).
- (d) Live animals.
- (e) A Lock Vehicle Warranty applies. Warranted by you and any carrier of the insured property, that any vehicle which will transport the Business Contents covered under this Form is equipped with a fully enclosed body or compartment. In the event of a loss by theft from an unattended vehicle, we will be liable only as a direct result of forcible entry to or exit from such body or compartment (of which there must be visible evidence), the doors and windows shall have been securely locked. Failure to comply with this warranty shall, at our option, result in denial of coverage under the Extension for the amount of loss from that particular shipment.

**4. BUSINESS CONTENTS AT UNSCHEDULED LOCATIONS**

This Form is extended to insure loss or damage to Business Contents from an insured peril, while temporarily located away from your premises, other than while in transit. There shall be no coverage under this Extension for loss or damage that occurs at any premises that you own, rent, operate or control, but this provision does not apply to premises for which you have paid a fee for the purpose of displaying Business Contents at a trade show, craft show, exhibition or similar type of event.

**5. EXHIBITION FLOATER**

This Form is extended to insure loss or damage to stock and equipment temporarily on exhibition at locations now owned by the insured and including while in transit to and from such locations, including loading and unloading of exhibits up to the limit shown on the Declarations page.

**6. TEMPORARY LOCATIONS**

This extension covers Equipment and Stock, subject to all the terms and conditions of this policy, at any temporary location that is owned, rented or controlled by you in whole or in part by you. This limit of insurance attaches at the time of acquisition and extends for period of One Hundred Twenty (120) Days.

This extension also provides coverage for a pre-sell location of the insured as long as the Declarations provide for property coverage at the location described in the Declarations.

**7. FINE ARTS**

This Form is extended to include coverage for Fine Arts, up to the amount of Insurance shown in the Declarations for any loss or series of losses arising out of a single occurrence. The maximum amount that we will pay for loss or damage to a single item insured hereunder will be as specified in the Declarations.

For the purposes of this Form, fine Arts means property such as paintings, etching, drawings, rare books, rugs, tapestries, art glass, stained glass, murals, decoratively painted walls and other bona fide works of art or other article of rarity, historical value or artistic mural. Coverage is not provided for Fine Arts while on display at a fair or exhibition.

This Extension of Coverage is subject to the following additional exclusions:

- (a) Breakage of fragile articles, unless caused directly by Named Perils, or by theft or by attempted theft.
- (b) Loss of or damage to property resulting directly or indirectly from any repairing, restoration or retouching process.
- (c) Voluntary parting with the property by you or anyone else to whom you have entrusted the property, if induced to do so by any fraudulent scheme, trick, device or false pretence.
- (d) No fine art with the value of \$5,000 per single item will be insured unless located within the premise described on the declaration page and protected by a operational and active monitored alarm system.
- (e) No fine art with the value of \$5,000 per single item will be insured unless a fully itemized scheduled description of items are provided to the Insured twenty-four (24) hours prior to notice of any loss.

Newly Acquired Property: If you acquire Fine Arts property during the policy period, this Extension of Coverage will automatically cover that property for up to one hundred eighty (180) days, but not beyond the expiration of this Policy. The maximum amount we will pay in any one occurrence under this provision will be the lesser of 25% of the total limit for Fine Arts shown in the Declarations or the amount shown on the Declarations page. You must notify us within one hundred eighty(180) days of the acquisition of the property. We will charge additional premium from the date of acquisition.

**8. FIRE DEPARTMENT SERVICE CHARGES**

This Form is extended to cover, up to the amount shown in the Declarations for any one occurrence, the liability you assume by contract or agreement prior to loss or damage, or where required by local ordinance, for fire department charges incurred when the fire department is called upon to save or protect covered property from fire or another peril insured in this Form.

**9. FIRE EXTINGUISHING EQUIPMENT RECHARGE**

This Form is extended to cover, up to the amount shown in the Declarations for any one occurrence, the cost to recharge or refill any fire protective equipment at the insured premises, when discharged to prevent or control a loss, accidentally, or as a result of malfunction of the equipment.

**10. FREE STANDING FENCES AND WALLS**

This Form is extended to cover, up to the amount shown in the Declarations for any one occurrence, the value of Free Standing Fences and Walls at the insured premises and not attached to buildings or other structure. This Extension of Coverage does not include retaining walls used to contain water.

**11. PEAK SEASON INCREASE IN BUSINESS CONTENTS**

This Form is extended to provide an additional limit of twenty – five percent (25%) of the amount of insurance, to a maximum of the amount shown on the Declarations page, for Business Contents shown at each location in the Declarations, to provide for seasonal variations.

**12. POLLUTANT CLEAN-UP AND REMOVAL**

This Form is extended to pay your expenses to extract Pollutants from land or water at the premises shown in the Declarations, if the release discharge, seepage, migration, release or escape of the Pollutants is caused by or results from a peril insured in this Form. Expenses will only be paid under this Extension of Coverage if they are reported to us in writing within one hundred eighty (180) days of the date on which the loss occurs.

This Extension of Coverage does not apply to costs incurred to test for, monitor or assess the existence, concentration or effects of Pollutants. However, we will pay for testing performed in the course of extracting Pollutants from the land or water at the specified premises.

The maximum amount payable under this Extension of Coverage for any one loss or series of losses arising out of any one event is the amount specified in the Declarations.

**13. PROFESSIONAL FEES**

This Form is extended to cover, up to the amount shown in the Declarations in any one occurrence, the reasonable and necessary fees payable to your Auditors, Accountants, Lawyers, Architects, Engineers or other consultants (excluding Public Adjusters), for producing details, proofs, information or evidence as may be required by you for the purpose of investigating or verifying the amount of a claim under this Form. We will not pay for expenses to prepare claims not covered by this Form.

**14. SIGNS**

This Form is extended to cover exterior Signs and wall clocks, up to the amount shown in the Declarations for any one occurrence, for loss or damage from a peril insured in this Form. This Extension of Coverage applies to Signs and wall clocks that are owned or rented by you, or that are owned by others but in which you have a financial interest.

**15. VALUABLE PAPERS AND RECORDS**

This Form is extended to include, up to the amount specified in the Declarations, additional costs necessary to research, replace and restore the information on Valuable Papers and Records that have been lost or damaged by a peril insured in this Form.

For the purposes of this Extension of Coverage, Valuable Papers and Records means written, printed or otherwise inscribed documents and records, including books, maps, films, electronic recordings, computer programmes, drawings, abstracts, deeds, mortgages and manuscripts, but excluding money or securities.

**16. GLASS**

This Form is extended to include coverage on the premise described on the declaration for both exterior and interior glass, including mirrors, against breakage, subject to all the terms and conditions of this policy.

**17. COMPUTER EQUIPMENT BREAKDOWN AND MEDIA**

This coverage applies only to "computer equipment" including component parts thereof owned by the Insured or leased or under the control of the Insured and "computer media".

- (1) Computer Equipment Breakdown – Coverage is extended to include loss caused directly or indirectly by:

- (a) mechanical failure, faulty construction or error in design;
- (b) short circuit, blow-out or other electrical disturbance, other than lightning within the electrical apparatus; or
- (c) "computer media" failure or breakdown or malfunction of "computer equipment" including component parts when said "computer media" is being run through the equipment.

Each claim for loss or damage under the Computer Equipment Breakdown Extension shall be adjusted separately and the deductible amount specified on the Declarations Page(s) shall be deducted from the amount of each such adjusted claim.

**Additional Exclusion:** This extension does not insure against loss or damage caused directly or indirectly by any change or interruption to electric power supply, if the change originates more than 30.5 metres (100 feet) away from the premises insured containing the property insured, except by lightning.

**Temporary Locations & Transit**

Coverage is extended to include "computer equipment" and "computer media" while in transit or in temporary locations anywhere in Canada or the Continental United States of America.

A Lock Vehicle Warranty applies. Warranted by you and any carrier of the insured property, that any vehicle which will transport the Business Contents covered under this Form is equipped with a fully enclosed body or compartment. In the event of a loss by theft from an unattended vehicle, we will be liable only as a direct result of forcible entry to or exit from such body or compartment (of which there must be visible evidence), the doors and windows shall have been securely locked. Failure to comply with this warranty shall, at our option, result in denial of coverage under the Extension for the amount of loss from that particular shipment.

**ALL OTHER TERMS AND CONDITIONS REMAIN UNCHANGED.**

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