

PLEASE READ THIS ENDORSEMENT CAREFULLY AS IT CHANGES YOUR POLICY

STATE ENDORSEMENT – MARYLAND

The following amendments change the policy. Please read your entire policy for full details about your coverages.

Throughout the policy and endorsements attached to it, minimum limits means the following limits of liability as required by Maryland law, to be provided under a policy of automobile liability insurance:

- A. \$30,000 for each person, subject to \$60,000 for each accident, with respect to “bodily injury”; and
- B. \$15,000 for each accident with respect to “property damage”.

DEFINITIONS

The following definition is added:

“First-class mail tracking method” means a method that provides evidence of the date that a piece of first-class mail was accepted for mailing by the United States Postal Service, including a certificate of mail and an electronic mail tracking system used by the United States Postal Service.

“First-class mail tracking method” does not include a certificate of bulk mailing.

PART A – LIABILITY COVERAGE

Under the **Exclusions** provision, Exclusions C., F., and G. are replaced by the following:

We do not provide Liability Coverage for any “insured”:

- C. For “property damage” to property owned or being transported by that “insured”, to the extent that the limits of liability for this coverage exceed the limits of liability required by the Maryland Vehicle Laws Required Security.
- F. For that “insured’s” liability arising out of the ownership or operation of “your covered auto” while it is being used to carry persons for a fee.
- G. Maintaining or using “your covered auto” while that “insured” is employed or otherwise engaged in any “business” (other than farming or ranching), including but not limited to the selling, repairing, servicing, storing, parking, road testing, or delivery of any vehicle. This exclusion does not apply to the ownership, maintenance or use of “your covered auto” by:
 - 1. You;
 - 2. Any “family member”; or
 - 3. Any partner, agent, or employee of you or any “family member”.

PART F – GENERAL PROVISIONS

The **Concealment or Misrepresentation** provision is replaced by the following:

MISREPRESENTATION

We do not provide coverage for an “insured” who has made fraudulent statements or engaged in fraudulent conduct in connection with any accident or loss for which coverage is sought under this policy.

However, we will provide liability coverage to such “insured” for damages sustained by any person who has not made fraudulent statements or engaged in fraudulent conduct if such damages result from an accident which is otherwise covered under this policy.

Under the **Legal Action Against Us** provision, paragraph C. is replaced by the following:

- C. Under **PART D**, suit or action must start within 3 years from the date it accrues.

Under the **Regular Use Vehicle Requirement** provision, paragraph B. 3. is replaced by the following:

- 3. To the extent allowed by law, we have the right to cancel and/or not renew this policy if at any time during the policy period you do not have a separate insurance policy in effect with at least all of the coverages provided by this policy, and all of the types of coverage required by law, and with at least equal or higher limits of liability as this policy.

The **Termination** provision is revised as follows:

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Under, A. Cancellation, paragraphs 2. and 3. are replaced by the following:

2. We may cancel by mailing to the Named Insured shown in the Declarations at the last address known by us:
 - a. At least 10 days' notice by "first-class mail tracking method" if cancellation is for nonpayment of premium;
 - b. At least 15 days' notice by "first-class mail tracking method" if notice is mailed during the first 45 days this policy is in effect and this is not a renewal or a continuation policy; or
 - c. At least 45 days' notice by certified mail for all other notices.
3. After this policy is in effect for 45 days, or if this is a renewal or continuation policy, we will cancel only:
 - a. For nonpayment of premium; or
 - b. Subject to the exception set forth below, if your driver's license or that of:
 - 1) Any driver who lives with you; or
 - 2) Any driver who customarily uses "your covered auto";

has been suspended or revoked during the preceding 2-year period for reasons related to your or a covered driver's driving record.

In the event this policy insures more than one person as:

 - 1) Named insured;
 - 2) Person living in the named insured's household; or
 - 3) Driver who customarily uses "your covered auto";

With respect to cancellation because of claim experience or driving record of at least one, but not all, of these persons, before cancelling this policy we will offer to continue the policy with a provision excluding coverage when the person or persons with such claim experience or driving record are operating "your covered auto". If such offer is accepted, we will issue an endorsement to that effect.
 - c. If a material misrepresentation or fraud exists in connection with the application, policy, or presentation of a claim.
 - d. If a matter or issue related to the risk constitutes a threat to public safety.
 - e. If a change in condition of the risk results in an increase in the hazard insured against.
 - f. For any other reason permitted by state law.

B. Nonrenewal is replaced by the following:

Nonrenewal.

If we decide not to renew or continue this policy we will mail notice by certified mail to the Named Insured shown in the Declarations at the address last known by us. Notice will be mailed at least 45 days before the end of the policy period. Subject to this notice requirement, if the policy period is other than 1 year, we will have the right not to renew or continue this policy at each anniversary of its original effective date.

C. Automatic Termination is revised by deleting the last paragraph.

D. Other Termination Provisions is replaced by the following:

Other Termination Provisions

1. Unless otherwise specified under Cancellation or Nonrenewal, proof of mailing of any notice shall be sufficient proof of notice.
2. If this policy is cancelled, you may be entitled to a premium refund. If so, we will refund the pro rata unearned premium.

If this policy is financed by a premium finance company, the refund, if any, will be the pro rata gross

unearned premium and will exclude any expense constant, administrative fee, or nonrefundable charge filed with and approved by the insurance commissioner.

However, making or offering to make the refund is not a condition of cancellation.

3. The effective date of cancellation stated in the notice shall become the end of the policy period.

All other policy provisions apply.