

AMENDATORY ENDORSEMENT KENTUCKY

1. Under Conditions, Cancellation and Nonrenewal is deleted and replaced by the following:

Cancellation and Nonrenewal -- "You" may cancel this policy by returning the policy to "us" or by giving "us" written notice and stating at what future date coverage is to stop.

"We" may cancel or not renew this policy by mailing or delivering written notice to "you" at "your" last address known to "us". "Our" notice will state the reason for cancellation or nonrenewal. Proof of delivery or mailing is sufficient proof of notice.

If "we" cancel this policy when it has been in effect for 60 days or less, "we" will give "you" notice at least 14 days before cancellation is effective.

If this policy has been in effect for more than 60 days or if it is a renewal of a policy issued by "us", "we" may cancel or not renew only at the anniversary date unless:

- a. the premium has not been paid when due;
- b. "we" have discovered fraud or material misrepresentation by "you" or with "your" knowledge in obtaining this policy, continuing this policy, or in presenting a claim under this policy;
- c. there has been a material change or increase in hazard of the risk after the policy was issued;
- d. "we" have discovered a willful or reckless act or omission by "you" which increases the hazard of the risk;
- e. there has been a violation of a local fire, health, safety, building, or construction regulation or ordinance with respect to any insured property or its occupancy which substantially increases the hazard of the risk;

- f. "we" are unable to reinsure the risk covered by this policy; or
- g. the commissioner of insurance has determined that the continuation of this policy would place "us" in violation of the insurance laws or regulations of the state.

If "we" cancel this policy for nonpayment of premium, "we" will give "you" notice at least 14 days before cancellation is effective. If "we" cancel this policy for any other reason after it has been in effect for more than 60 days, "we" will give "you" notice at least 75 days before cancellation is effective.

If "we" do not renew this policy, "we" will give "you" notice at least 75 days before nonrenewal is effective.

"Your" return premium, if any, will be refunded at the time of cancellation or as soon as practical. Payment or tender of the unearned premium is not a condition of cancellation.

2. Under Conditions, the following is added:

Renewal -- If "we" elect to renew this policy, "we" will notify "you" by delivering or mailing to "you" at "your" last address known to "us" a renewal notice, bill, certificate, or policy. Proof of delivery or mailing is sufficient proof of notice.

If the premium due for the renewal policy will exceed the premium for the current policy by more than 25% and there has been no substantial change in the coverage being provided or the hazard of the risk, "we" will notify "you" of the renewal premium amount at least 75 days before the end of the current policy period. In order to comply with this requirement, "we" may extend the current policy period at its expiring premium. "We" will send a copy of the notice to "our" agent.

In all other instances, "we" will notify "you" of the renewal premium amount at least 30 days before the end of the current policy period.

This policy will expire and terminate on the date the renewal premium is due, without further notice to "you", if the renewal premium has not been paid to "us" or "our" agent on or before its due date. In this event, within 15 days of the date the policy expired, "we" will deliver or mail to "you" at "your" last address known to "us" a notice of expiration. The notice will indicate the date that the policy expired.