



Great American Fidelity Insurance Company

Miscellaneous Professional
Liability Insurance Policy

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Great American Fidelity Insurance Company – Professional Liability Division:
1350 Broadway, Suite 1510, New York, NY 10018

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GREAT AMERICAN FIDELITY INSURANCE COMPANY®

Headquarters: 301 E. Fourth Street, Cincinnati, Ohio 45202

**THIS IS A CLAIMS MADE AND REPORTED POLICY.
CLAIM EXPENSES ARE WITHIN AND REDUCE THE LIMIT OF LIABILITY.
PLEASE READ THE ENTIRE POLICY CAREFULLY.**

In consideration of the payment of the premium and in reliance upon all statements made and information furnished to the insurance company shown in the Declarations (a stock insurance company, hereinafter called the **Company**), and subject to all terms, conditions, and limitations of the Policy, the **Insured** and the **Company** agree as follows.

Section I. Insuring Agreement

The **Company** will pay on behalf of the **Insured** all sums in excess of the **Deductible** that the **Insured** becomes legally obligated to pay as **Damages** and **Claim Expenses** as a result of a **Claim** first made against the **Insured** and reported in writing to the **Company** during the **Policy Period** or **Extended Reporting Period**, by reason of an act or omission, including **Personal Injury**, in the performance of **Professional Services** by the **Insured** or by any person for whom the **Insured** is legally responsible, provided that:

- A. No such act or omission, or **Related Act or Omission**, was committed prior to the **Retroactive Date**; and
- B. Prior to the inception date of the first policy issued by the **Company**, and continuously renewed, no **Insured** had a basis to believe that any such act or omission, or **Related Act or Omission**, might reasonably be expected to be the basis of a **Claim**.

The **Company** has the right and duty to defend any **Claim** against the **Insured** even if any of the allegations of the **Claim** are groundless, false, or fraudulent. Defense counsel may be designated by the **Company** or, at the **Company's** option, by the **Insured** with the **Company's** written consent and subject to the **Company's** guidelines.

Section II. Definitions

- A. "**Bodily Injury**" means physical injury, sickness, or disease sustained by any person including death resulting from any of these at any time. **Bodily Injury** also means mental illness, mental anguish, or emotional distress, pain or suffering, or shock sustained by that person, whether or not resulting from physical injury, sickness, disease, or death of any person.
- B. "**Claim**" means:
 - (1) a written demand for money or services received by an **Insured**; or
 - (2) a civil proceeding in a court of law, or arbitration proceeding, against the **Insured**, commenced by the service of summons or receipt of an arbitration demand;arising out of an act or omission in the performance of **Professional Services**.
- C. "**Claim Expenses**" means:
 - (1) Fees charged by attorneys designated by the **Company** or designated by the **Insured** with the **Company's** prior written consent;

- (2) All other reasonable and necessary fees, costs, and expenses resulting from the investigation, adjustment, negotiation, arbitration, mediation, defense, or appeal of a **Claim**, if incurred by the **Company** or by the **Insured** with the **Company's** prior written consent; and
- (3) Premiums on appeal bonds, attachment bonds, or similar bonds; however, the **Company** is not obligated to apply for or furnish any such bond.

Claim Expenses will be paid first and will reduce the limit of liability available to pay **Damages**. **Claim Expenses** do not include fees, costs, or expenses of employees or officers of the **Company**, or salaries, loss of earnings or other remuneration by or to any **Insured**.

D. "**Company**" means the insurance company identified in the Declarations.

E. "**Damages**" means a monetary judgment or monetary award which the **Insured** is legally obligated to pay, including statutory damages, punitive, multiplied, or exemplary damages where insurable by law, and pre-judgment and post-judgment interest. **Damages** also means a monetary settlement to which the **Company** agrees on an **Insured's** behalf. However, **Damages** do not include:

- (1) taxes, fines, penalties, forfeitures, or court-imposed monetary sanctions;
- (2) the return, restitution, reduction, compromise, or refund of commissions, fees, premiums, charges, gratuities, or other compensation paid to an **Insured**;
- (3) the cost to correct, complete, or re-perform any **Professional Services**;
- (4) the cost of compliance with any order for, grant of, or agreement to provide non-monetary relief, including services or injunctive relief; or
- (5) any amounts uninsurable as a matter of law or public policy.

F. "**Deductible**" means the amount shown in Item 5. in the Declarations.

G. "**Disciplinary Action**" means an action or proceeding brought against the **Insured** by or in front of any regulatory agency, disciplinary board, peer review committee, supervising court, or similar governing entity, alleging misconduct in providing **Professional Services**. **Disciplinary Action** does not include criminal charges.

H. "**Extended Reporting Period**" means the period of time after the end of the **Policy Period** for reporting **Claims** to the **Company** that are made against the **Insured** during the applicable **Extended Reporting Period** by reason of an act or omission, which was committed prior to the end of the **Policy Period** and on, or subsequent to, the **Retroactive Date**, and is otherwise covered by this Policy.

I. "**Insured**" means the **Named Insured** and any of the persons or entities listed below, but only while in the performance of **Professional Services** on behalf of the **Named Insured** for clients of the **Named Insured**:

- (1) Any **Subsidiary** or **Newly Acquired Subsidiary**;
- (2) Any present or former partner, member, officer, director, or employee of the **Named Insured**, a **Subsidiary** or a **Newly Acquired Subsidiary**;
- (3) Independent contractors, but only for **Professional Services** performed on behalf and at the direction of the **Named Insured**, and only if the **Named Insured** has agreed to provide insurance for the independent contractor's **Professional Services**;
- (4) Any leased employee, but only while acting under the direct supervision and exclusively on behalf of the **Named Insured**.

- (5) The estate, heirs, executors, administrators, assigns and legal representatives of any person identified in (2), (3) or (4) above in the event of such **Insured's** death, incapacity, insolvency, or bankruptcy, but only to the extent that such **Insured** would have been provided coverage under this Policy.
- (6) The lawful spouse of any person identified in (2), (3) or (4) above solely by reason of:
 - (a) such spousal status or domestic partner status; or
 - (b) such spouse's or domestic partner's ownership interest in property or assets that are sought as recovery for a **Claim**. Any sums for which such spouse or domestic partner becomes legally obligated to pay on account of such **Claim** shall be deemed **Damages**.

J. “**Limit of Liability**” means the applicable limit shown in Item 4. in the Declarations as described in Section IV. Limits of Liability.

K. “**Named Insured**” means the persons or entities specified in Item 1. in the Declarations.

L. “**Newly Acquired Subsidiary**” means any entity newly formed or acquired by the **Named Insured** during the **Policy Period** in which the **Named Insured** has more than 50% of the legal or beneficial interest, but only upon the conditions that:

- (1) Within 60 days of such formation or acquisition, the **Named Insured** has provided the **Company** with full particulars of such **Newly Acquired Subsidiary** and the **Company** has agreed in writing to insure such **Newly Acquired Subsidiary**, but the **Company** shall not be required to insure such **Newly Acquired Subsidiary**;
- (2) **The Named Insured** has paid the additional premium, if any, charged by the **Company** and has agreed to any amendment of the provisions of this Policy; and
- (3) The **Company** will only provide coverage with respect to a **Claim** arising out of an act or omission in the performance of **Professional Services** when the act or omission is committed on or after the date such **Newly Acquired Subsidiary** became a **Newly Acquired Subsidiary** and prior to the date such **Newly Acquired Subsidiary** ceased to be a **Newly Acquired Subsidiary**. An entity ceases to be a **Newly Acquired Subsidiary** under this Policy on the date during the **Policy Period** that the **Named Insured's** legal or beneficial interest in such entity becomes less than 50%.

M. “**Personal Injury**” means injury other than **Bodily Injury** arising out of one or more of the following offenses by reason of an act or omission in the performance of **Professional Services**:

- (1) False arrest, detention, or imprisonment;
- (2) Malicious prosecution;
- (3) The wrongful eviction from, wrongful entry into, or invasion of the right of private occupancy of a room, dwelling or premises that a person occupies, if such eviction, entry or invasion is by or on behalf of its owner, landlord or lessor;
- (4) (a) Oral or written publication, in any manner, of material that slanders or libels a person or organization or disparages a person's or organization's goods, products, or services; or
(b) Oral or written publication, in any manner, of material that violates a person's right of privacy, except oral or written publication, in any manner which arises out of

advertising, broadcasting, or telecasting activities conducted by or on behalf of any **Insured**.

- N.** “**Policy Period**” means the period of time from the effective date shown in Item 3. in the Declarations to the earliest of the date of termination, expiration, or cancellation of this Policy.
- O.** “**Pollutants**” means any solid, liquid, gaseous or thermal irritant or contaminant, including smoke, vapor, soot, fumes, acids, alkalis, chemicals, and waste. Waste includes materials to be recycled, reconditioned, or reclaimed.
- P.** “**Property Damage**” means:
- (1) Physical Injury to tangible property, including all resulting loss of use of that property; or
 - (2) Loss of use of tangible property that is not physically injured.
- Q.** “**Professional Services**” means those services specified in Item 9. in the Declarations performed by an **Insured** for others for a fee.
- R.** “**Related Acts or Omissions**” means all acts or omissions that are logically or causally connected by any common fact, circumstance, situation, transaction, event, advice, or decision.
- S.** “**Related Claims**” means all **Claims** arising out of a single act or omission or **Related Acts or Omissions** in the performance of **Professional Services**.
- T.** “**Retroactive Date**” means the date shown in Item 7. in the Declarations, on or after which an act or omission must have been committed for coverage under this Policy to apply.
- U.** “**Subsidiary**” means any entity of which the **Named Insured** owns, either legally or beneficially, more than a 50% interest in such entity. On the date during the **Policy Period** that the **Named Insured's** legal or beneficial ownership interest in such entity becomes less than 50%, such entity will cease to be a **Subsidiary** under this Policy. In such event, coverage will be provided under this Policy, but only with respect to acts or omissions committed prior to such date in accordance with all other terms and conditions of this Policy. No coverage will be afforded under this Policy with respect to **Claims** made against an **Insured** based on any act or omission that was committed on or subsequent to such date.
- V.** “**Supplementary Payments**” means the payments set forth in Sections V.E.(1), (2) and (3).

Section III. Exclusions

This Policy does not apply to any **Claim**:

- A.** based on or arising out of any dishonest, intentionally wrongful, fraudulent, criminal, or malicious act or omission by an **Insured**. The **Company** will provide the **Insured** with a defense of such **Claim** unless and until a final adjudication or finding of fact against, or admission by, such **Insured** establishes that such **Insured** committed such dishonest, intentionally wrongful, fraudulent, criminal, or malicious act or omission. Such defense will not waive any of the **Company's** rights under this Policy. Upon establishing that an **Insured** committed a dishonest, intentionally wrongful, fraudulent, criminal, or malicious act or omission, the **Company** will have the right to seek recovery of any **Claim Expenses** incurred on behalf of any **Insured** that committed such acts or omissions.

- B.** based on or arising out of **Bodily Injury** or **Property Damage**;
- C.** based on or arising out of discrimination, humiliation, harassment, or misconduct, including but not limited to **Claims** based on an individual's race, creed, color, age, gender, national origin, religion, disability, marital status, or sexual preference. The **Company** will provide the **Insured** with a defense of such **Claim** and pay **Claim Expenses** for any suit which is brought alleging such discrimination as a single allegation in a multiple allegation suit, provided any such other allegation is covered under this Policy;
- D.** based on or arising out of **Professional Services** performed for or by any business enterprise not named in Item 1. in the Declarations if on or after the date or time of the act or omission giving rise to such **Claim**:
- (1) Any **Insured** controlled, owned, operated, or managed such entity; or
 - (2) Any **Insured** was an owner, partner, member, director, officer, or employee of such entity.
- Control of or ownership in a business enterprise is presumed if any **Insured** owned or held 10% or more of the equity and/or debt instruments of such enterprise;
- E.** by or on behalf of an **Insured** under this Policy against any other **Insured** hereunder;
- F.** based on or arising out of actual or alleged violation of:
- (1) The Employee Retirement Income Security Act of 1974;
 - (2) The Securities Act of 1933;
 - (3) The Securities Act of 1934;
 - (4) Any state Blue Sky or Securities law;
- or any rules, regulations or amendments issued in relation to such acts, or any similar state or federal statutes or regulations, including any **Claim** based upon common law principles of liability;
- G.** based on or arising out of, whether suddenly or over a long period of time:
- (1) The actual, alleged or threatened emission, discharge, dispersal, seepage, release, or escape of **Pollutants**; or
 - (2) Any injury, damage, payments, costs or expense incurred as a result of any testing for, monitoring, removal, containment, treatment, detoxification, neutralization, or cleanup of **Pollutants**.
- H.** based on or arising out of liability of others assumed by the **Insured** under any contract or agreement, unless such liability would have attached to the **Insured** even in the absence of such contract or agreement;
- I.** based on or arising out of the gaining of any personal profit or advantage to which the **Insured** is not legally entitled;
- J.** based on or arising out of any actual or alleged anti-trust law violation or any agreement or conspiracy to restrain trade; or
- K.** based on, arising out of or related to actual or alleged misappropriation of trade secret or infringement of patent, copyright, trademark, trade dress or any other intellectual property right.

Section IV. Limits of Liability

- A. Subject to Paragraph B. below, the **Company's Limit of Liability** for all **Damages** and **Claim Expenses** from each **Claim** first made and reported in writing to the **Company** during the **Policy Period** will not exceed the amount shown in Item 4. in the Declarations for "Each **Claim**."
- B. The **Company's Limit of Liability** for all **Damages** and **Claim Expenses** from all **Claims** first made and reported in writing to the **Company** during the **Policy Period** will not exceed the aggregate amount shown in Item 4. in the Declarations as the "Policy Aggregate." The Policy Aggregate **Limit of Liability** is the maximum amount the **Company** will pay under this Policy for **Damages** and **Claim Expenses** regardless of the number of **Insureds**, **Claims** made, or claimants.

Section V. Deductible

- A. The **Deductible** amount shown in Item 5. in the Declarations is the **Insured's** obligation for each **Claim** and applies to the payment of **Damages** and **Claim Expenses**. The **Deductible** will be paid by the **Named Insured**. The **Limits of Liability** are in addition to and in excess of the **Deductible**.
- B. **Related Claims** made against the **Insured** and reported in writing to the **Company** under this Policy or under any renewal of this Policy will be considered a single **Claim** first made and reported to the **Company** during the **Policy Period** in which the earliest of the **Related Claims** was first made and reported in writing to the **Company**. A single **Deductible** and a single **Each Claim Limit of Liability** shall apply to any such single **Claim**.
- C. The **Named Insured's** obligation to pay the **Deductible** shall be reduced by ten percent (10%) for each prior twelve month period of continuous professional liability insurance coverage provided by the **Company** to the **Named Insured**, of which this Policy is a renewal, replacement or successor in time, in which the **Company** did not pay any **Claim Expenses**, **Damages**, or **Supplementary Payments** under such prior insurance coverage, but such reduction shall not exceed the lesser of fifty percent (50%) of the **Deductible** or \$10,000 for each **Claim** under this Policy. This reduction shall not apply to any **Claim** made during the **Extended Reporting Period** and shall not apply to any **Claim** as to which the **Named Insured** is entitled to a **Deductible** reimbursement or credit under paragraph D. below .
- D. If a **Claim** made during the **Policy Period** is resolved by agreement, with the consent of the **Named Insured** and the **Company**, as reflected in a settlement agreement, order, dismissal, or judgment, within one (1) year following the date that the **Claim** is reported in writing to the **Company**, the **Named Insured** will be reimbursed or credited fifty percent (50%) of the **Deductible**, but not to exceed a maximum reimbursement of \$25,000 per **Policy Period** for all such **Claims** resolved or concluded in accordance with this Paragraph D.
- E. **Supplementary Payments** are not subject to the **Deductible** and are in addition to the **Limits of Liability**.
 - (1) The **Company** will pay up to \$750.00 for loss of earnings to the **Insured** for each day or part of a day the **Insured** is in attendance, at the **Company's** request, at a trial, hearing, mediation, or arbitration proceeding involving a **Claim** against the **Insured**. The maximum amount payable, regardless of the number of trials, hearings, mediations, or arbitration proceedings or the number of **Insureds**, shall be \$7,500 per **Claim** and \$25,000 for all **Claims** during the **Policy Period**.

- (2) The **Company** will reimburse the **Insured** for reasonable attorney fees, costs, and expenses incurred in responding to a **Disciplinary Action** that is first received by the **Insured** and reported in writing to the **Company** during the **Policy Period** by reason of an act, error, or omission in the performance of **Professional Services**. The maximum amount payable, regardless of the number of **Disciplinary Actions** or the number of **Insureds**, shall be \$10,000 per **Policy Period**. The **Company** shall not be obligated to defend any **Disciplinary Action**, or pay any fine, penalty, or award resulting from any **Disciplinary Action**.
- (3) The **Company** will pay expenses incurred while assisting the **Insured** in responding to a subpoena which the **Insured** first receives and reports in writing to the **Company** during the **Policy Period** resulting from the performance of **Professional Services** by the **Insured**. The maximum amount payable regardless of the number of subpoenas or number of **Insureds** shall be \$10,000.

Section VI. Defense and Settlement

- A. The **Company** is not obligated to pay any **Damages** or **Claim Expenses** or to defend or continue to defend any **Claim** after the applicable **Limit of Liability** has been exhausted by the payment of **Damages** or **Claim Expenses** or any combination thereof; or after the **Company** has deposited the remaining available **Limit of Liability** into a court of competent jurisdiction or tendered the remaining available **Limit of Liability** to the **Named Insured** or, if applicable, to the excess insurer(s) of the **Named Insured**.
- B. The **Company** will have the right to make, with the consent of the **Named Insured**, any settlement of a **Claim** under this Policy. If the **Named Insured** refuses to consent to a settlement within the Policy's applicable **Limit of Liability** that is recommended by the **Company** and acceptable to the claimant, then the **Company's** maximum liability under this Policy for such **Claim** will be the sum of the **Damages** for which the **Claim** could have been settled, the **Claim Expenses** incurred up to the time the **Company** made such recommendation and fifty percent (50%) of all **Claim Expenses** and **Damages** incurred after the time the **Company** made such recommendation, subject at all times to the applicable **Limit of Liability**.

Section VII. Extended Reporting Periods

- A. If this Policy is cancelled or nonrenewed by either the **Company** or by the **Named Insured**, the **Company** will provide to the **Named Insured** an automatic, noncancelable **Extended Reporting Period** starting at the termination of the **Policy Period** if the **Named Insured** has not obtained another policy of errors and omissions insurance within sixty (60) days of the termination of the **Policy Period**. This automatic extended reporting period will terminate after sixty (60) days.
- B. If this Policy is cancelled or nonrenewed either by the **Company** or by the **Named Insured**, then the **Named Insured** will have the right to purchase an optional **Extended Reporting Period** of one, three, or five years. Such right must be exercised by the **Named Insured** within sixty (60) days of the termination of the **Policy Period** by providing:
 - (1) Written notice to the **Company**; and
 - (2) With the written notice, the following amount of additional premium:
 - (a) For a one (1) year **Extended Reporting Period**, 75% of the annual premium for the Policy;
 - (b) For a three (3) year **Extended Reporting Period**, 150% of the annual premium for the Policy; or

- (c) For a five (5) year **Extended Reporting Period**, 200% of the annual premium for the Policy.

The first sixty (60) days of the optional **Extended Reporting Period**, if it is purchased, shall run concurrently with the automatic **Extended Reporting Period**.

- C. The limit of liability of the **Company** for all **Claims** reported during the automatic and optional **Extended Reporting Periods** will be part of and not in addition to the limits of liability for the **Policy Period** set forth in Item 4. in the Declarations.
- D. There is no right to any **Extended Reporting Period** if the **Company** cancels or refuses to renew this Policy due to:
 - (1) Nonpayment of amounts due under this Policy;
 - (2) Noncompliance by the **Insured** with any of the terms and conditions of this Policy;
 - (3) Any material misrepresentation or omission in the application or the supplementary information and statements provided by the **Insured** for this Policy.
- E. The **Extended Reporting Period** will not be construed to be a new policy and any **Claim** submitted during such period will otherwise be governed by this Policy.

Section VIII. Notice of Claim

- A. The **Insured**, as a condition precedent to the obligations of the **Company** under this Policy, will give written notice to the **Company** as soon as reasonably possible during the **Policy Period** of any **Claim** made against the **Insured**.
- B. The **Company** further agrees that the **Insured** may have up to, but not to exceed, sixty (60) days after the Policy expiration to report in writing to the **Company** a **Claim** made against the **Insured** during the **Policy Period**, if the reporting of such **Claim** is as soon as reasonably possible.
- C. If during the **Policy Period**, any **Insured** becomes aware of any act or omission which may reasonably be expected to be the basis of a **Claim** against any **Insured**, including but not limited to any notice, advice, or threat, whether written or verbal, that any person or entity intends to hold the **Insured** responsible for any alleged act or omission and gives written notice to the **Company** with all available particulars, including:
 - (1) the specific act or omission;
 - (2) the dates and persons involved;
 - (3) the identity of anticipated or possible claimants;
 - (4) the circumstances by which the **Insured** first became aware of the possible **Claim**; and
 - (5) potential **Damages** or injury;

then any **Claim** that is subsequently made against the **Insured** arising out of such act or omission will be deemed to have been made on the date such written notice was received by the **Company**. Said documents and information should be mailed or emailed to the **Company**.

D. Notice to the **Company** as required in Sections VIII.A., VIII.B. and VIII.C. shall be:

- (1) Emailed to: PLDClaims@gaig.com; or
- (2) Mailed to: GREAT AMERICAN INSURANCE GROUP
PROFESSIONAL LIABILITY DIVISION
ATTN: CLAIMS DEPARTMENT
P.O. BOX 1178
CINCINNATI, OH 45201

Section IX. General Conditions

A. Assistance and Cooperation

- (1) The **Insured** will cooperate with the **Company** and upon the **Company's** request, attend hearings, depositions, and trials, and assist in effecting settlements, securing and giving evidence, obtaining the attendance of witnesses, and in the conduct of suits and proceedings in connection with a **Claim**.
- (2) The **Insured** will assist in the enforcement of any right of contribution or indemnity against any person or organization who or which may be liable to any **Insured** in connection with a **Claim**.
- (3) The **Insured** will not, except at the **Insured's** own cost, voluntarily make any payment of **Claims Expenses** or **Damages**, assume or admit any liability, or incur any **Claims Expenses** or other expense without the prior written consent of the **Company**.

B. Action Against the Company

- (1) No action may be brought against the **Company** unless, as a condition precedent thereto:
 - (a) The **Insured** has fully complied with all the terms of this Policy; and
 - (b) Until the amount of the **Insured's** obligation to pay has been finally determined either by judgment against the **Insured** after actual trial and appeal or by written agreement of the **Insured**, the claimant and the **Company**.
- (2) Nothing contained in this Policy will give any person or organization the right to join the **Company** as a defendant or co-defendant or other party in any action against the **Insured** to determine the **Insured's** liability.

C. Bankruptcy

Bankruptcy or insolvency of the **Insured** or of the **Insured's** estate will not relieve the **Company** of any of its obligations hereunder.

D. Other insurance

This Policy shall apply only as excess over, and shall not contribute with, any other valid and collectible policy or policies (except with respect to any excess beyond the amount or amounts of coverage under such other policy or policies), whether such other policy or policies are stated to be primary, contributory, excess, contingent, or otherwise. This Policy will not be subject to the terms of any other insurance.

E. Subrogation

In the event of any payment for any **Claim** under this Policy, the **Company** will be subrogated in the amount of such payment to all the **Insured's** rights of recovery against any person or organization. The **Insured** will execute and deliver instruments and papers and do whatever else is necessary to secure such rights. The **Insured** will do nothing to prejudice such rights.

F. Changes

Notice to any agent of the **Company** or knowledge possessed by any such agent or by any other person will not constitute a waiver or a change in any part of this Policy, and will not prevent or preclude the **Company** from asserting or invoking any right or provision of this Policy. None of the provisions of this Policy will be waived, changed, or modified except by a written endorsement issued by the **Company** to form a part of this Policy.

G. Cancellation/Nonrenewal

- (1) This Policy may be cancelled by the **Named Insured** by returning it to the **Company**. The **Named Insured** may also cancel this Policy by giving written notice to the **Company** stating at what future date cancellation is to be effective.
- (2) The **Company** may cancel or nonrenew this Policy by sending written notice to the **Named Insured** at the address last known to the **Company**. The **Company** will provide written notice at least sixty (60) days before cancellation or nonrenewal is to be effective. However, if the **Company** cancels this Policy because the **Insured** has failed to pay a premium when due, this Policy may be canceled by the **Company** by mailing to the **Named Insured** written notice stating when, not less than ten (10) days thereafter, such cancellation will be effective. The time of surrender of the Policy or the effective date and hour of cancellation stated in the notice will become the end of the **Policy Period**. Delivery of such written notice either by the **Named Insured** or by the **Company** will be equivalent to mailing.
- (3) If the **Company** cancels this Policy, the earned premium will be computed pro rata. If the **Named Insured** cancels this Policy, the **Company** will retain the customary short rate proportion of the premium. Premium adjustment may be made either at the time cancellation is effected or as soon as practicable after cancellation becomes effective, but payment or tender of unearned premium is not a condition of cancellation.
- (4) The offering of terms and conditions different from the expiring terms and conditions, including limits of liability, **Deductible** or premium, shall not constitute a refusal to renew or a cancellation of this Policy.

H. Territory

This Policy applies to an act or omission taking place anywhere in the world provided that any suit is brought against the **Insured** within the United States of America, its territories or possessions, Puerto Rico, or Canada.

This Policy shall not apply to any risk which would be in violation of the laws of the United States including, but not limited to, United States economic or trade sanction laws or export control laws administered by the United States Department of the Treasury, State, and/or Commerce.

I. Named Insured Sole Agent

The **Named Insured** will be the sole agent and will act on behalf of all **Insureds** for the purpose of giving or receiving any notices, any amendments to or cancellation of this Policy, completing any applications and the making of any statements, representations, and warranties, the payment of any premium and the receipt of any return premium that may become due under this Policy, payment of the **Deductible**, and exercising or declining to exercise any right under this Policy including the purchase of an **Extended Reporting Period**.

J. Entire Contract

By acceptance of this Policy the **Insured** warrants that:

- (1) All of the information and statements provided to the **Company** by the **Insured**, including but not limited to, the application and any supplemental information, are true, accurate, and complete and will be deemed to constitute material representations made by the **Insured**;
- (2) This Policy is issued in reliance upon the **Insured's** representations;
- (3) This Policy, endorsements thereto, together with the completed and signed application and any and all supplementary information and statements provided by the **Insured** to the **Company** (all of which are deemed to be incorporated herein) embody all of the agreements existing between the **Insured** and the **Company** and shall constitute the entire contract between the **Insured** and the **Company**; and
- (4) Any material misrepresentation or concealment by the **Insured** or the **Insured's** agent will render the Policy null and void and relieve the **Company** from all liability herein.

K. Notices

Any notices required to be given by the **Insured** will be submitted in writing to the **Company** or its authorized representative at the address specified in the Declarations. If mailed, the date of mailing of such notice will be deemed to be the date such notice was given and proof of mailing will be sufficient proof of notice.

L. Assignment

No assignment of interest of the **Insured** under this Policy is valid, unless the **Company's** written consent is endorsed hereon.

M. Innocent Insureds

Whenever coverage under this Policy would not apply because of Exclusion A., such exclusion will not apply to any **Insured** who did not commit, participate in, or have knowledge of any of the acts or omissions described in Exclusion A.

N. Conformity to Law

Any terms of this Policy which are in conflict with the terms of any applicable laws are hereby amended to conform to such laws.

O. Representative of the Company

Great American Insurance Group, Professional Liability Division, Post Office Box 66943, Chicago, Illinois, 60666 shall act on behalf of the **Company** for all purposes including, but not limited to, the giving and receiving of all notices and correspondence.

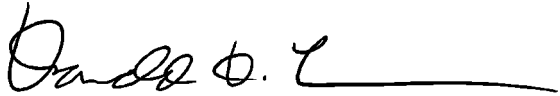
Section X. Service of Suit

Pursuant to any statute of any state, territory, or district of the United States of America which makes provision therefor, the **Company** hereby designates the Commissioner, Superintendent, or Director of Insurance, or other officer specified for that purpose in the statute and his or her successors in office and duly authorized deputies, as the **Company's** true and lawful attorney for service of legal process in any action, suit, or proceeding brought by or on behalf of an **Insured** or any beneficiary hereunder, arising out of this Policy. Any legal process received by such attorney shall be forwarded to the **Company** to the attention of:

Eve Cutler Rosen
General Counsel
Great American Fidelity Insurance Company
301 E. Fourth Street
Cincinnati, OH 45202

In witness whereof the **Company** has caused this Policy to be signed by its President and Secretary and countersigned, if required, on the Declarations page by a duly authorized agent of the **Company**.

GREAT AMERICAN FIDELITY INSURANCE COMPANY®



President



Secretary