



## TWO YEAR POLICY PERIOD ENDORSEMENT

In consideration of the premium paid for this Policy, it is agreed that:

The **GENERAL TERMS & CONDITIONS** are amended as follows:

1. Section **II, DEFINITIONS**, is amended by adding the following:

- **Policy Year** means **First Policy Year**, or **Second Policy Year**.
- **First Policy Year** means the period of time from the effective date of this Policy until the first anniversary\* of such date.
- **Second Policy Year** means the period of time from the first anniversary\* date of this Policy until the end of the **Policy Period**.

\*12:01 a.m. Standard Time at the Principal Address stated in Item 1 of the Declarations.

2. Section **III EXTENDED REPORTING PERIOD** is amended as follows:

Paragraph 1. is deleted and replaced with the following:

1. If **Named Company** cancels or non-renews this Policy or if the Insurer decides not to offer any renewal terms for this Policy, the **Named Company** shall have the right to purchase, upon payment of an additional premium equal to % of the total **Policy Premium**, an extension of this Policy for a period of 12 months immediately following the end of the **Policy Period**, but only with respect to any **Wrongful Act** committed before the earlier of the end of the **Policy Period** or the effective date of any **Takeover**;

This period shall be referred to as the Extended Reporting Period.

Paragraph 4. is amended to add the following:

The Limit of Liability applicable to the **Policy Year** in effect at the end of the **Policy Period** shall also apply to all **Claims** and notices of a **Wrongful Act** reported during the Extended Reporting Period.

3. Section **V, LIMIT OF LIABILITY/RETENTIONS**, is amended by deleting paragraph 2, 3 and 4 and replacing them with the following:

2. Where the Single Limit of Liability Option and Single Retention Option has been selected:

- a. the limit of liability set forth in Item 5 of the Declarations shall be the maximum aggregate limit of liability of the Insurer for all **Loss** under this Policy for each **Policy Year**, regardless of the number of **Coverage Parts** purchased or **Claims** made against or **Losses** incurred by the **Named Company Insureds**. The Insurer's obligations under this Policy shall be completely fulfilled and extinguished if the limit of liability is exhausted by payment of **Loss**;
- b. the single retention set forth in Item 5 of the Declarations shall apply to each **Single Loss**.

3. Where the Single Limit of Liability Option and Scheduled Retentions Option has been selected:

- a. the limit of liability set forth in Item 5 of the Declarations shall be the maximum aggregate limit of liability of the Insurer for all **Loss** under this Policy for each **Policy Year**, regardless of the number of **Coverage Parts** purchased or **Claims** made against or **Losses** incurred by the **Named Company Insureds**. The Insurer's obligations under this Policy shall be completely fulfilled and extinguished if the limit of liability is exhausted by payment of **Loss**;



- b. Separate Retentions as set forth in Item 5 of the Declarations as the Scheduled Retentions shall apply to each **Single Loss** under each **Coverage Part**.
- 4. Where the Scheduled Limits of Liability and Scheduled Retentions Option has been selected:
  - a. the scheduled Limits of Liability set forth in Item 5 of the Declarations as the Scheduled Limits of Liability for each **Coverage Part** shall be separate Limits of Liability for each such **Coverage Part** and shall be the maximum aggregate limit of liability of the Insurer for all **Loss** under the respective **Coverage Part** for each **Policy Year**, regardless of the number of **Claims** made against the **Named Company Insureds**;
  - b. Separate Retentions as set forth in Item 5 of the Declarations as the Scheduled Retentions shall apply to each **Single Loss** under each **Coverage Part**.
- 4. Section **VIII, CANCELLATION**, is amended by deleting paragraph 2 and replacing it with the following:
  - 2. The **Named Company Insureds** grant the exclusive authority to cancel this Policy to **Named Company**. **Named Company** may cancel this Policy by providing the Insurer written notice stating when thereafter such cancellation shall be effective. The mailing or delivery of such notice shall be sufficient. The unearned premium shall be computed pro rata and premium adjustment may be made at the time cancellation is effected or as soon as practicable.

All other terms and conditions of the Policy remain unchanged.

This endorsement, which forms a part of and is for attachment to the Policy issued by the designated Insurers, takes effect on the effective date of said Policy at the hour stated in said Policy and expires concurrently with said Policy unless another effective date is shown below.

By Authorized Representative \_\_\_\_\_  
(No signature is required if issued with the Policy or if it is effective on the Policy Effective Date)