

SERFF Tracking Number: AMAX-125815532 State: Arkansas  
Filing Company: American Association of Insurance Services State Tracking Number: EFT \$500  
Company Tracking Number: AAIS-2008-50  
TOI: 09.0 Inland Marine Sub-TOI: 09.0005 Other Commercial Inland Marine  
Product Name: Inland Marine Guide  
Project Name/Number: Inland Marine Guide REV 07 08/AAIS-2008-50

## Filing at a Glance

Company: American Association of Insurance Services

Product Name: Inland Marine Guide SERFF Tr Num: AMAX-125815532 State: Arkansas  
TOI: 09.0 Inland Marine SERFF Status: Closed State Tr Num: EFT \$500  
Sub-TOI: 09.0005 Other Commercial Inland Marine Co Tr Num: AAIS-2008-50 State Status: Fees verified and received  
Filing Type: Form Co Status: Reviewer(s): Betty Montesi, Llyweyia Rawlins  
Author: SPI AAIS Disposition Date: 09/19/2008  
Date Submitted: 09/12/2008 Disposition Status: Filed  
Effective Date Requested (New): 01/01/2009 Effective Date (New): 01/01/2009  
Effective Date Requested (Renewal): Effective Date (Renewal):

State Filing Description:

## General Information

Project Name: Inland Marine Guide REV 07 08 Status of Filing in Domicile:  
Project Number: AAIS-2008-50 Domicile Status Comments:  
Reference Organization: Reference Number:  
Reference Title: Advisory Org. Circular:  
Filing Status Changed: 09/19/2008  
State Status Changed: 09/19/2008 Deemer Date:  
Corresponding Filing Tracking Number:  
Filing Description:  
Re: AAIS-2008-50  
Inland Marine Guide Program (Traditional Non-Filed Inland Marine)  
New and revised Forms, Endorsements and Schedules

Dear Sir or Madam:

On behalf of our affiliated companies, the American Association of Insurance Services (AAIS) is filing a limited number

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of revised and new optional endorsements and schedules for the Electronic Data Processing, Motor Truck Cargo, and Transit Commercial Inland Marine classes that are traditionally considered "non-filed" (the AAIS Inland Marine Guide). In addition, AAIS is filing a limited number of revised and new optional General Endorsements that may be used with more than one Inland Marine Guide class of coverage.

The revised forms being submitted will replace the versions of these forms currently on file in your state. The new forms represent an addition to the Inland Marine Guide forms currently on file in your state.

The Filing Memorandum provides background for this submission and detailed descriptions of the materials being filed. Copies of the forms, schedules and endorsements are enclosed.

We propose that the forms, schedules and endorsements described in this filing become effective January 1, 2009. Companies will be advised to take the filing action outlined in the attached company action exhibit.

Please be advised that, once approved, the materials that are the subject of this filing will also be provided to affiliated companies in an electronic format. We will be happy to furnish you the same material electronically, upon request. Due to differences in printer configurations or other hardware or software differences, the appearance of the materials that are the subject of this filing may be altered slightly when produced by another system. Such alterations will be cosmetic only and will not affect the content of the filed materials.

## Company and Contact

### Filing Contact Information

Jolanda Staten, Filing Specialist jolandas@aaisonline.com  
 1745 South Naperville Road (630) 681-8347 [Phone]  
 Wheaton, IL 60187-8132 (630) 681-8356[FAX]

### Filing Company Information

American Association of Insurance Services	CoCode: 99	State of Domicile: Delaware
1745 S. Naperville Road	Group Code:	Company Type:
Wheaton, IL 60189-8132	Group Name:	State ID Number:
(630) 681-8347 ext. [Phone]	FEIN Number: 36-2021360	
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## Filing Fees

Fee Required? Yes  
Fee Amount: \$500.00  
Retaliatory? No  
Fee Explanation:  
Per Company: No

COMPANY	AMOUNT	DATE PROCESSED	TRANSACTION #
American Association of Insurance Services	\$500.00	09/12/2008	22469033

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## Correspondence Summary

### Dispositions

Status	Created By	Created On	Date Submitted
Filed	Llyweyia Rawlins	09/19/2008	09/19/2008

### Amendments

Item	Schedule	Created By	Created On	Date Submitted
Sewer Backup Coverage Filing Memo	Form Supporting Document	SPI AAIS	09/18/2008	09/18/2008

### Filing Notes

Subject	Note Type	Created By	Created On	Date Submitted
Endorsement Error	Note To Reviewer	SPI AAIS	09/15/2008	09/15/2008

*SERFF Tracking Number:*      *AMAX-125815532*                      *State:*                      *Arkansas*  
*Filing Company:*              *American Association of Insurance Services*      *State Tracking Number:*      *EFT \$500*  
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## **Disposition**

Disposition Date: 09/19/2008

Effective Date (New): 01/01/2009

Effective Date (Renewal):

Status: Filed

Comment:

Rate data does NOT apply to filing.

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Item Type	Item Name	Item Status	Public Access
Supporting Document	Uniform Transmittal Document-Property & Casualty	Filed	Yes
Supporting Document	Copyright Notice	Filed	Yes
Supporting Document	AR Company Action Exhibit	Filed	Yes
Supporting Document	Computer Cov Add'l Loc. Schedule - IM 7209	Filed	Yes
Supporting Document	Web Site Coverage Ext Endt IM 7222	Filed	Yes
Supporting Document	Earthquake/Flood Schedule IM 7807	Filed	Yes
Supporting Document	Change Endorsement IM 7850	Filed	Yes
Supporting Document	Protective Devices Endt IM 7853	Filed	Yes
Supporting Document	Earthquake/Flood Cov Endt - IM 7857	Filed	Yes
Supporting Document	Earth Movement, Flood/Sewer Backup Excl. IM 7860	Filed	Yes
Supporting Document (revised)	Filing Memo	Filed	Yes
Supporting Document	Filing Memo	Filed	Yes
Supporting Document	AR - FORM FILING ABSTRACT F-1	Filed	Yes
Form	Computer Coverage - Additional Locations Schedule	Filed	Yes
Form	Web Site Coverage Extension	Filed	Yes
Form	Scheduled Vehicle Limitation	Filed	Yes
Form	Transit Reporting Conditions	Filed	Yes
Form	Transit Reporting Schedule	Filed	Yes
Form	Earthquake and Flood Schedule	Filed	Yes
Form	Change Endorsement	Filed	Yes
Form	Protective Device Endorsement	Filed	Yes
Form	Earthquake And Flood Coverage	Filed	Yes
Form	Earth Movement, Flood, and Sewer Backup Exclusions	Filed	Yes
Form	Named Storm Exclusion	Filed	Yes
Form	Windstorm or Hail Exclusion	Filed	Yes
Form (revised)	Sewer Backup Coverage	Filed	Yes
Form	Sewer Backup Coverage	Filed	Yes
	Reporting Conditions - Receipts, Sales, or	Filed	Yes

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**Form**

Other Information

**Form**

Reporting Conditions - Values

Filed

Yes

**Form**

Reporting Schedule

Filed

Yes

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**Amendment Letter**

Amendment Date:  
 Submitted Date: 09/18/2008

**Comments:**

We appreciate your holding this filing open while we corrected form IM 7866 07 08, which is now IM 7866 10 08. We have also updated our filing memo to reflect this information. The corrected endorsement and memo are attached for your review and approval.

IM 7866 10 08, Sewer Backup Coverage (replaces IM 7866 07 08) has been amended as follows:

Editorial revisions include changing Perils Exclusions to Perils Excluded. Text has been added for clarification of sewer backup coverage and coverage limitations. The amended text is shown as follows:

1. Coverage -- "We" cover direct physical loss or damage to covered property caused by or resulting from:
  - a. Water that backup, overflows or is otherwise discharged through a sewer or drain, sump or septic tank; or
2. Coverage Limitations -- "We" do not cover loss or damage resulting from:
  - b. failure to perform routine maintenance and repair of all sump pumps and related equipment; and
  - c. Failure to keep sewers and drains free from obstructions.

**Changed Items:**

**Form Schedule Item Changes:**

Form Name	Form Number	Edition Date	Form Type	Action	Replaced Form #	Previous Filing #	Readability Score	Attachments
Sewer Backup Coverage	IM 7866	10 08	Endorsement/Conditions	New			62	IM 7866.PDF

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**Supporting Document Schedule Item Changes:**

**User Added -Name: Filing Memo**

Comment:

Filing Memo.PDF

*SERFF Tracking Number:*      *AMAX-125815532*                      *State:*                      *Arkansas*  
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**Note To Reviewer**

**Created By:**

SPI AAIS on 09/15/2008 04:19 PM

**Subject:**

Endorsement Error

**Comments:**

There has been an error found in one of our endorsements. We would appreciate your holding this filing open until we have resubmitted the corrected endorsement.

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## Form Schedule

Review Status	Form Name	Form #	Edition Date	Form Type Action	Action Specific Data	Readability	Attachment
Filed	Computer Coverage - Additional Locations Schedule	IM 7209	07 08	Declaration Replaced s/Schedule	Replaced Form #:0.00 IM 7209 Previous Filing #:		IM 7209 .PDF
Filed	Web Site Coverage Extension	IM 7222	07 08	Endorsement/Amendment/Conditions	Replaced Form #:47.28 IM 7222 Previous Filing #: AR-PC-04-012777		IM 7222.PDF
Filed	Scheduled Vehicle Limitation	IM 7489	07 08	Endorsement/Amendment/Conditions		54.62	IM 7489 .PDF
Filed	Transit Reporting Conditions	IM 7273	07 08	Endorsement/Amendment/Conditions		42.79	IM 7273.PDF
Filed	Transit Reporting Schedule	IM 7274	07 08	Declaration s/Schedule		0.00	IM 7274 .PDF
Filed	Earthquake and Flood Schedule	IM 7807	07 08	Declaration Replaced s/Schedule	Replaced Form #:0.00 IM 7807 Previous Filing #:		IM 7807.PDF
Filed	Change Endorsement	IM 7850	12 04	Endorsement/Amendment/Conditions	Replaced Form #:0.00 IM 7850 Previous Filing #:		IM 7850 .PDF
Filed	Protective Device Endorsement	IM 7853	07 08	Endorsement/Amendment/Conditions	Replaced Form #:52.69 IM 7853 Previous Filing #:		IM 7853.PDF
Filed	Earthquake And Flood Coverage	IM 7857	07 08	Endorsement/Amendment	Replaced Form #:44.05 IM 7857		IM 7857.PDF

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Filed	Description	IM	Year	Endorsement/Conditions	Previous Filing #:	File Name
Filed	Earth Movement, Flood, and Sewer Backup Exclusions	IM 7860	07 08	Endorsement/Conditions Replaced	Replaced Form #:51.81 IM 7860 Previous Filing #:	IM 7860.PDF
Filed	Named Storm Exclusion	IM 7864	07 08	Endorsement/Conditions New	49.95	IM 7864 .PDF
Filed	Windstorm or Hail Exclusion	IM 7865	07 08	Endorsement/Conditions New	64.47	IM 7865.PDF
Filed	Sewer Backup Coverage	IM 7866	10 08	Endorsement/Conditions New	61.84	IM 7866.PDF
Filed	Reporting Conditions - Receipts, Sales, or Other Information	IM 7867	07 08	Endorsement/Conditions New	44.22	IM 7867.PDF
Filed	Reporting Conditions - Values	IM 7868	07 08	Endorsement/Conditions New	52.59	IM 7868.PDF
Filed	Reporting Schedule	IM 7905	07 08	Declaration New s/Schedule	0.00	IM 7905 .PDF



## COMPUTER COVERAGE ADDITIONAL LOCATIONS SCHEDULE

(The information required below may be indicated on  
a separate schedule or supplemental declarations.)

Loc. No.	<b>LOCATION</b>	
	<b>"LIMIT"</b>	
	"Hardware"	"Programs and Applications" and "Media"
	\$ _____	\$ _____

Loc. No.	<b>LOCATION</b>	
	<b>"LIMIT"</b>	
	"Hardware"	"Programs and Applications" and "Media"
	\$ _____	\$ _____

Loc. No.	<b>LOCATION</b>	
	<b>"LIMIT"</b>	
	"Hardware"	"Programs and Applications" and "Media"
	\$ _____	\$ _____

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## WEB SITE COVERAGE EXTENSION ENDORSEMENT

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### PROPERTY COVERED

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The following coverage is added to the Computer Coverage.

#### On-Site Server Coverage --

1. **Coverage** -- "We" extend coverage under Hardware, as described under Property Covered, for physical loss caused by a covered peril to an "on-site server" that "you":
  - a. own; or
  - b. lease and are contractually obligated to insure for loss or damage.

"We" also extend coverage under Software, as described under Property Covered, and Proprietary Programs and Data Records, as described under Supplemental Coverages, for direct physical loss caused by a covered peril to the "Web site software" housed on a covered "on-site server".

2. **Coverage Limitations** -- "We" only cover "on-site server" and "Web site software" while at a premises described on the "schedule of coverages".
3. **Limits** -- The most "we" pay in any one occurrence for "on-site server" and covered "hardware" is the "limit" indicated on the "schedule of coverages" for Hardware.

The most "we" pay in any one occurrence for "Web site software" and covered "software" is the "limit" indicated on the "schedule of coverages" for Software.

Coverage under this endorsement does not increase the "limit" for "hardware" or "software".

4. **Software Coverage Condition** -- "We" only cover "Web site software" if a duplicate or back-up of the "Web site software" is stored at a building that is at least 100 feet away from the premises where the "on-site server" is being hosted.

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### SUPPLEMENTAL COVERAGES

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The following Supplemental Coverage is added to the Computer Coverage.

#### Virus And Hacking Coverage --

1. **Coverage** -- "We" also extend coverage under Virus And Hacking Coverage, as described under Supplemental Coverages, for direct physical loss caused by a "computer virus" or by "computer hacking" to:
  - a. a covered "on-site server"; or
  - b. the "Web site software" on the "on-site server".
2. **We Do Not Cover** -- "We" do not cover:
  - 1) loss of exclusive use of any "Web site software" that has been copied, scanned, or altered;
  - 2) loss of or reduction in economic or market value of any "Web site software" that has been copied, scanned, or altered;
  - 3) theft of confidential information through the observation of the "Web site software" by accessing covered "hardware", "your" computer network, or "your" Web site without any alteration or other physical loss to the "Web site software". Confidential information includes, but is not limited to, customer information; and

- 4) except as provided under the Supplemental Income Coverages section of this endorsement, denial of access to or services from "your" Web site.
3. **Limits** -- The most "we" pay in any one occurrence for Virus And Hacking Coverage under this endorsement and Virus And Hacking Coverage under Computer Coverage is the "limit" indicated on the "schedule of coverages" for Virus And Hacking Coverage.

Coverage under this endorsement does not increase the "limit" for Virus And Hacking Coverage.

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## PROPERTY NOT COVERED

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Other exclusions relating to Property Not Covered also apply. These exclusions are described in the Computer Coverage.

**Loss Of Internet Service Provider Or Web Host** -- "We" do not cover loss to "your" "Web site server" or "Web site software" that results from the bankruptcy, liquidation, or otherwise going out of business by "your" Internet service provider or Web host.

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## INCOME COVERAGE

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The following Income Coverage is added to the Computer Coverage.

### Interruption Of Web Site --

1. **Coverage** -- Coverage for earnings is extended to loss of earnings during the "restoration period" when "your" "business" is interrupted as a result of a direct physical loss, caused by a covered peril, to:
- a. a covered "on-site server";

- b. the "Web site software" on the covered "on-site server"; or
- c. the location that houses the covered "on-site server".
2. **Coverage Conditions** -- "We" only extend "your" coverage for earnings:
- a. to the extent that the loss of earnings from such interruption is permanent; and
- b. provided that a duplicate or back-up of the "Web site software" on the "on-site server" is stored at a building that is at least 100 feet away from the location that houses the covered "on-site server".

3. **Limits** -- The most "we" pay in any one occurrence for Interruption of Web Site and Income Coverage is the "limit" indicated on the "schedule of coverages" for Income Coverage.

Coverage under this endorsement does not increase the "limit" for Income Coverage.

4. **Waiting Period Limitation** -- The provisions for Waiting Period Limitation for Income Coverage under Computer Coverage apply to Interruption of Web Site coverage under this endorsement.
5. **Time Limitation** -- "We" do not pay for "your" loss of earnings under this coverage after 14 days and 24 hours (unless the Waiting Period is otherwise indicated on the "schedule of coverages") following the direct physical loss of or damage to:
- a. a covered "on-site server";
- b. the "Web site software" on the covered "on-site server"; or
- c. the location that houses the covered "on-site server".

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## SUPPLEMENTAL INCOME COVERAGE

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The following Supplemental Income Coverage is added to the Computer Coverage.

### Virus And Hacking Coverage --

1. **Coverage** -- Coverage for earnings is extended to loss of earnings during the "restoration period" when "your" "business" is interrupted as a result of a direct physical loss, caused by a "computer virus" or by "computer hacking", to:
  - a. a covered "on-site server"; or
  - b. the "Web site software" on the covered "on-site server".
2. **We Do Not Cover** -- "We" do not cover:
  - a. loss of exclusive use of any "Web site software" that has been copied, scanned, or altered;
  - b. loss of or reduction in economic or market value of any "Web site software" that has been copied, scanned, or altered; or
  - c. theft of confidential information through the observation of the "Web site software" by accessing covered "hardware", "your" computer network, or "your" Web site without any alteration or other physical loss to the "Web site software". Confidential information includes, but is not limited to, customer information.
3. **Limits** -- The most "we" pay in any one occurrence for Virus And Hacking Coverage under this endorsement and Virus And Hacking Coverage under Computer Coverage - Income Coverage is the "limit" indicated on the "schedule of coverages" for Virus And Hacking Coverage under Supplemental Income Coverages.

Coverage under this endorsement does not increase the "limit" for Virus And Hacking Coverage.

4. **Waiting Period Limitation** -- The provisions for Waiting Period Limitation for Virus And Hacking Coverage under Computer Coverage apply to Virus And Hacking Coverage under this endorsement.
5. **Time Limitation** -- "We" do not pay for "your" loss of earnings under this Supplemental Income Coverage after 14 days and 24 hours (unless the Waiting Period is otherwise indicated on the "schedule of coverage") following the direct physical loss of or damage to:
  - a. a covered "on-site server";
  - b. the "Web site software" on the covered "on-site server"; or
  - c. the location that houses the covered "on-site server".

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## PERILS EXCLUDED

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Other exclusions relating to Perils Excluded also apply. These exclusions are described in the Computer Coverage.

"We" do not pay for loss of earnings or extra expenses, as described under Income Coverage, caused by or resulting from one or more of the following:

1. **Bandwidth** -- "We" do not pay for "your" loss of earnings or extra expense when "your" "business" is wholly or partially interrupted as a result of a lack of Internet bandwidth into the "Web site server". Lack of bandwidth means the inability to handle the volume of data into the "Web site server".

2. **Denial Of Service Attack** -- "We" do not pay for "your" loss of earnings or extra expense when "your" "business" is interrupted as a result of a denial of service attack to the "Web site server" by an individual or group of individuals, whether employed by "you" or not.

A denial of service attack means an attempt to slow down or disable the "Web site server" with malicious or false data traffic. Data traffic includes, but is not limited to:

- a. e-mail messages;

- b. requests that use up the server's memory; and
- c. messages or requests for information that use up Internet bandwidth.

3. **Loss Of Internet Service Provider Or Web Host** -- "We" do not pay for "your" loss of earnings or extra expense when "your" "business" is wholly or partially interrupted due to the discontinuation of service by "your" Internet service provider or Web host as a result of their declaration of bankruptcy, entry into liquidation, or otherwise going out of business.

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IM 7222 07 08

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## SCHEDULED VEHICLE LIMITATION

(The entries required to complete this endorsement will be shown below or on the "schedule of coverages".)

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## ADDITIONAL COVERAGE LIMITATION

"We" only cover loss to covered property on or in a "vehicle" if the "vehicle" is described on the Vehicle Schedule. The most "we" pay for loss to covered property on or in a scheduled "vehicle" is the "limit" indicated on the schedule for the "vehicle" that is involved in the loss.

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## VEHICLE SCHEDULE

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Vehicle No.	Vehicle Description	"Limit"
_____	_____	\$ _____
_____	_____	\$ _____
_____	_____	\$ _____
_____	_____	\$ _____
_____	_____	\$ _____
_____	_____	\$ _____
_____	_____	\$ _____
_____	_____	\$ _____
_____	_____	\$ _____
_____	_____	\$ _____

## TRANSIT REPORTING CONDITIONS

**Reporting Conditions** -- The following reporting conditions are added to this policy:

1. **Reports** --

a. **You Will Report To Us** -- Within 30 days after the end of each reporting period, "you" will report to "us", as indicated on the Transit Reporting Schedule, the total of one of the following:

- 1) the total receipts (collected and uncollected) earned from "your" operations;
- 2) "your" total sales from "your" operations;
- 3) the mileage "owned vehicles" have covered as part of "your" operations; or
- 4) other information as described in the Transit Reporting Schedule.

b. **Cancellation** -- If "your" coverage is canceled, "you" will report the total receipts, sales, mileage, or other information up to and including the date of cancellation and pay any additional premium due.

2. **Premium Computation And Adjustment** -- The premium will be adjusted as of each adjustment period indicated on the Transit Reporting Schedule. The computed premium will be determined by multiplying the total receipts, sales, mileage, or other information by the rate indicated on the Transit Reporting Schedule.

a. **Annual Adjustment Period** -- When an annual adjustment period is indicated on the Transit Reporting Schedule, "we" will compare the total computed premium to the deposit premium. If it is more than the deposit premium, "you" will pay "us" the difference. If it is less than the deposit premium, "we" will pay "you" the difference subject to the minimum premium indicated on the Transit Reporting Schedule.

b. **Other Adjustment Period** -- When any other premium adjustment period is indicated, "we" will apply the computed premium to the deposit premium until it is exhausted. "You" will pay "us" all premiums that exceed the deposit premium. At the end of the policy period, if the computed premium is less than the deposit premium, "we" will pay "you" the difference subject to the minimum premium indicated on the Transit Reporting Schedule.

3. **Provisions That Affect How Much We Pay** -- The following provisions apply to reports that are submitted and may affect How Much We Pay:

a. **Failure To Submit Reports** -- If "you" have failed to submit the required reports or no report has been submitted, the most "we" will pay is 90% of the "limit".

b. **Reported Values Are Less Than The Full Value** -- If "your" last report before a loss shows less than the actual receipts, sales, mileage, or other information during the reporting period, "we" will only pay a part of the loss. "We" will not pay a greater portion of the loss, prior to the application of the deductible, than the receipts, sales, mileage, or other information "you" reported divided by the receipts, sales, mileage, or other information that actually should have been reported during the reporting period.

c. **We Will Not Pay More Than The Limit** -- "We" will not pay more than the applicable "limit" regardless of any reported value used in computing the premium.

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IM 7273 07 08

## TRANSIT REPORTING SCHEDULE

(The entries required to complete this endorsement will be shown below or on the "schedule of coverages".)

**Reporting Period** -- (check one)

- Monthly
- Quarterly
- Annual

**Additional Premium Due After Expiration** -- When the premium for the coverage provided by this policy is based upon reports of value, any additional premium owed to "us" is due on the due date that appears on the billing notice.

**Adjustment Period** -- (check one)

- Monthly
- Quarterly
- Annual

**Reports** -- (check one)

- Gross Receipts
- Sales
- Mileage
- Other (describe other information below)

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**Rates and Premium** --

Rate (per \$100)        \$ \_\_\_\_\_

Deposit Premium        \$ \_\_\_\_\_

Minimum Premium        \$ \_\_\_\_\_

## EARTHQUAKE AND FLOOD SCHEDULE

(The entries required to complete this schedule will be shown below or on the "schedule of coverages".)

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### EARTHQUAKE COVERAGE

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- Coverage Not Provided
- Coverage Provided, as described below:

Earthquake Location "Limit"	\$ _____
Earthquake Occurrence "Limit"	\$ _____
Earthquake Catastrophe "Limit"	\$ _____

---

### FLOOD COVERAGE

---

- Coverage Not Provided
- Coverage Provided, as described below:

Flood Location "Limit"	\$ _____
Flood Occurrence "Limit"	\$ _____
Flood Catastrophe "Limit"	\$ _____

---

### DEDUCTIBLE

---

	Deductible Amount
Earthquake Coverage	\$ _____
Flood Coverage	\$ _____

## CHANGE ENDORSEMENT

(The entries required to complete this endorsement  
will be shown below or on the "schedule of coverages".)

---

Policy Number	Named Insured
---------------	---------------

This endorsement is effective 12:01 a.m. Standard Time  
From:

The Inland Marine Coverage is amended as described below:

Premium Adjustment:

New Annual Premium	Additional Premium	Return Premium
--------------------	--------------------	----------------

## PROTECTIVE DEVICES ENDORSEMENT

If indicated on the Protective Devices Schedule, the following conditions apply to the locations described on the schedule.

---

### OTHER CONDITIONS

---

**Protective Devices** -- "You" are required to maintain, at all times during the policy period, the protective devices and services described on the Protective Devices Schedule.

---

### PERILS EXCLUDED

---

1. The following exclusion is added to item 2. under Perils Excluded and applies only when a device or service, shown on the Protective Devices Schedule, provides fire protection:

"We" do not pay for loss caused by fire if, prior to the fire, "you":

- a. had knowledge of any suspension or impairment in the protective device or service described on the Protective Devices Schedule and did not notify "us"; or

- b. failed to maintain in complete working order, the fire protective device or service described on the Protective Devices Schedule which "you" control.

However, if part of an automatic sprinkler system is shut off because of leakage, breakage, freezing conditions, or opening of sprinkler heads and "you" can restore full protection within 48 hours, notification to "us" is not required.

2. The following exclusion is added to item 2. under Perils Excluded and applies only when a device or service, shown on the Protective Devices Schedule, provides theft protection:

"We" do not pay for loss caused by theft if, prior to the theft, "you":

- a. had knowledge of any suspension or impairment in the protective device or service described on the Protective Devices Schedule and did not notify "us"; or
- b. failed to maintain in complete working order, the theft protective device or service described on the Protective Devices Schedule which "you" control.

---

IM 7853 07 08

---

## EARTHQUAKE AND FLOOD COVERAGE ENDORSEMENT

---

---

### SUPPLEMENTAL COVERAGES

---

#### 1. Earthquake --

- a. **Coverage** -- "We" cover direct physical loss or damage to covered property caused by or resulting from earthquake and volcanic eruption.
- b. **Coverage Limitations** -- "We" only cover loss caused by earthquake and volcanic eruption when Earthquake "limits" are indicated on the Earthquake And Flood Schedule.
- c. **Limit** -- The following "limits" apply to loss or damage caused by or resulting from earthquake and volcanic eruption:
  - 1) **Location Limit** -- The most "we" pay in any one occurrence for loss to covered property at any one location is the Earthquake Location Limit indicated on the Earthquake And Flood Schedule.
  - 2) **Occurrence Limit** -- The most "we" pay in any one occurrence for loss to covered property at all locations is the Earthquake Occurrence Limit indicated on the Earthquake And Flood Schedule.
  - 3) **Catastrophe Limit** -- The most "we" pay for all losses to covered property at all locations during each separate 12-month period of this policy is the Earthquake Catastrophe Limit indicated on the Earthquake And Flood Schedule.

#### 2. Flood --

- a. **Coverage** -- "We" cover direct physical loss or damage to covered property caused by or resulting from "flood".
- b. **Coverage Limitations** -- "We" only cover loss caused by "flood" when Flood "limits" are indicated on the Earthquake And Flood Schedule.
- c. **Limit** -- The following "limits" apply to loss or damage caused by or resulting from "flood":
  - 1) **Location Limit** -- The most "we" pay in any one occurrence for loss to covered property at any one location is the Flood Location Limit indicated on the Earthquake And Flood Schedule.
  - 2) **Occurrence Limit** -- The most "we" pay in any one occurrence for loss to covered property at all locations is the Flood Occurrence Limit indicated on the Earthquake And Flood Schedule.
  - 3) **Catastrophe Limit** -- The most "we" pay for all losses to covered property at all locations during each separate 12-month period of this policy is the Flood Catastrophe Limit indicated on the Earthquake And Flood Schedule.

---

### PERILS EXCLUDED

---

The exclusions for Earth Movement Or Volcanic Eruption and Flood still apply except to the extent that coverage is provided under this endorsement.

---

## HOW MUCH WE PAY

---

The following are added to How Much We Pay:

1. **Deductible** -- "We" pay only that part of "your" loss over the deductible amount indicated on the Earthquake And Flood Schedule in any one occurrence.
2. **Earthquake Period** -- All earthquakes or volcanic eruptions that occur within a 168-hour period will be considered a single loss. This 168-hour period is not limited by the policy expiration.
3. **Excess Insurance** -- "You" may purchase insurance in excess of the applicable "limit". Such excess insurance will not be considered in applying Insurance Under More Than One Policy nor will it be considered in the application of any pro rata or apportionment provision.

---

IM 7857 07 08

---

## EARTH MOVEMENT, FLOOD, AND SEWER BACKUP EXCLUSIONS

(The entries required to complete this endorsement  
will be shown below or on the "schedule of coverages".)

---

### SCHEDULE

---

Indicate if applicable:

- Earth Movement Exclusion
- Flood Exclusion
- Sewer Backup And Water Below The Surface Exclusion

---

### DEFINITIONS

---

1. The following definitions are added to the Inland Marine Coverage Part to which this endorsement is attached.
  - a. "Earth movement" means:
    - 1) earthquake, including land shockwaves or tremors before, during or after a volcanic eruption;
    - 2) landslide, mudslide or mudflow;
    - 3) mine subsidence whether or not the non-natural mine is currently in use;
    - 4) any other movement of earth, including sinking (other than "sinkhole collapse"), shifting, or rising of earth including, but not limited to, erosion, expansion, shrinking, freezing, thawing, improper soil compaction, and movement of water under the surface of the ground that cause cracking, settling, or shifting of foundations, buildings, or structures; or
    - 5) eruption, explosion, or effusion of a volcano.
  - b. "Flood" means an overflowing or inundation by water of an area that was previously and normally dry or not covered by water, whether caused artificially or naturally, by human or animal forces or by an act of nature. "Flood" includes, but is not limited to:
    - 1) overflow of inland or tidal waters, waves, tidal waves or tsunamis, or spray that results from any of these, all whether driven by wind or not, including but not limited to storm surge;
    - 2) unusual and rapid accumulation or runoff of surface waters from any source; or
    - 3) mudslides or mudflows if caused by:
      - a) unusual and rapid accumulation or runoff of surface waters or waves; or
      - b) currents of water exceeding anticipated cyclical levels.
2. Unless otherwise defined, the following definition is added to the Inland Marine Coverage Part to which this endorsement is attached.

"Volcanic action" means airborne volcanic blast or airborne shock waves; ash, dust, or particulate matter; or lava flow.

Volcanic action does not include the cost to remove ash, dust, or particulate matter that does not cause direct physical loss to the covered property.

---

## ADDITIONAL PERILS EXCLUDED

---

If indicated on the schedule above or on the "schedule of coverages", "we" do not pay for loss or damage caused directly or indirectly by one or more of the following excluded causes or events. Such loss or damage is excluded regardless of other causes or events that contribute to or aggravate the loss, whether such causes or events act to produce the loss before, at the same time as, or after the excluded causes or events.

1. **Earth Movement** -- "We" do not pay for loss or damage caused by or resulting from any "earth movement".

However, if eruption, explosion, or effusion of a volcano results in "volcanic action", "we" will pay for the loss or damage caused by that "volcanic action".

If "earth movement" results in fire, "we" will pay for the loss or damage caused by that fire. If "earth movement" (other than eruption, explosion, or effusion of a volcano) results in explosion, "we" will pay for the loss or damage caused by that explosion.

This exclusion does not apply to property while in transit if property in transit is covered under this Inland Marine Coverage Part.

2. **Flood** -- "We" do not pay for loss or damage caused by or resulting from "flood".

"We" also do not cover waterborne material carried or otherwise moved by "flood", whether or not driven by wind, including storm surge, or material carried or otherwise moved by mudslide or mudflow.

However, if "flood" results in fire, explosion, or sprinkler leakage, "we" will pay for the loss or damage caused by that fire, explosion, or sprinkler leakage.

This exclusion does not apply to property while in transit if property in transit is covered under this Inland Marine Coverage Part.

3. **Sewer Backup And Water Below The Surface** -- "We" do not pay for loss or damage caused by or resulting from:

- a. water that backs up, overflows or is otherwise discharged through a sewer or drain, sump or septic tank, eaves trough or downspout; or
- b. water below the surface of the ground, whether naturally or artificially occurring water, including but not limited to water that exerts pressure on or flows, seeps, or leaks through or into a covered building or structure, sidewalk, driveway, foundation, swimming pool, or other structure.

But if sewer, drain, sump, septic tank, eaves trough, or downspout backup and water below the surface results in fire, explosion, or sprinkler leakage, "we" cover the loss or damage caused by that fire, explosion, or sprinkler leakage.

This exclusion does not apply to property while in transit if property in transit is covered under this Inland Marine Coverage Part.

## NAMED STORM EXCLUSION

"We" do not cover the property at the location described below for loss caused by or resulting from a named tropical storm.

Excluded Locations:

— \_\_\_\_\_

— \_\_\_\_\_

— \_\_\_\_\_

— \_\_\_\_\_

— \_\_\_\_\_

— \_\_\_\_\_

— \_\_\_\_\_

"We" do not pay for loss or damage caused directly or indirectly by a named tropical windstorm or hurricane to property at the locations listed above. Such loss or damage is excluded regardless of other causes or events that contribute to or aggravate the loss, whether such causes or events act to produce the loss before, at the same time as, or after the excluded cause.

A named tropical windstorm or hurricane means a storm system that has been declared and named a tropical windstorm or hurricane by the National Hurricane Center of the National Weather Service continuing for the time period during which the tropical storm or hurricane conditions exist and ending 72 hours following the termination of the last tropical storm or hurricane watch or warning issued by the National Hurricane Center of the National Weather Service.

## WINDSTORM OR HAIL EXCLUSION

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### DEFINITIONS

---

The reference to hail and the reference to windstorm are deleted from the definition of "specified perils".

---

### PERILS EXCLUDED

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The following additional exclusion is added under Perils Excluded, item 1.

**Windstorm Or Hail** -- "We" do not pay for loss or damage caused by or resulting from windstorm or hail.

But if windstorm or hail results in a "specified peril", "we" do cover the loss or damage caused by that "specified peril".

## SEWER BACKUP COVERAGE

(The entries required to complete this endorsement  
will be shown below or on the "schedule of coverages".)

	"Limit"
The most "we" pay in any one occurrence for loss resulting from sewer backup (as described below) is:	\$ _____

---

## SUPPLEMENTAL COVERAGES

---

### Sewer Backup --

1. **Coverage** -- "We" cover direct physical loss or damage to covered property caused by or resulting from:
    - a. water that backs up, overflows or is otherwise discharged through a sewer or drain, sump or septic tank; or
    - b. water below the surface of the ground, including but not limited to water that exerts pressure on or flows, seeps, or leaks through or into a building or structure, sidewalk, driveway, foundation, swimming pool, or other structure.
  2. **Coverage Limitations** -- "We" do not cover loss or damage resulting from:
    - a. escape or overflow of water from a sump pit not equipped with a sump pump;
    - b. failure to perform routine maintenance and repair of all sump pumps and related equipment; and
    - c. failure to keep sewers and drains free from obstructions.
- 

## PERILS EXCLUDED

---

The exclusion for Sewer Backup And Water Below The Surface still applies except to the extent that coverage is provided under this endorsement.

## REPORTING CONDITIONS RECEIPTS, SALES, OR OTHER INFORMATION

**Reporting Conditions** -- The following reporting conditions are added to this policy.

1. **Reports** --

a. **You Will Report To Us** -- Within 30 days after the end of each reporting period, "you" will report to "us", as indicated on the Reporting Schedule, the total of one of the following:

- 1) the total receipts (collected and uncollected) earned from "your" operations;
- 2) "your" total sales from "your" operations; or
- 3) other information as described in the Reporting Schedule.

b. **Cancellation** -- If "your" coverage is canceled, "you" will report the total receipts, sales, or other information up to and including the date of cancellation and pay any additional premium due.

2. **Premium Computation And Adjustment** --

The premium will be adjusted as of each adjustment period indicated on the Reporting Schedule. The computed premium will be determined by multiplying the total receipts, sales, or other information by the rate indicated on the Reporting Schedule.

a. **Annual Adjustment Period** -- When an annual adjustment period is indicated on the Reporting Schedule, "we" will compare the total computed premium to the deposit premium. If it is more than the deposit premium, "you" will pay "us" the difference. If it is less than the deposit premium, "we" will pay "you" the difference subject to the minimum premium indicated on the Reporting Schedule.

b. **Other Adjustment Period** -- When any other premium adjustment period is indicated, "we" will apply the computed premium to the deposit premium until it is exhausted. "You" will pay "us" all premiums that exceed the deposit premium. At the end of the policy period, if the computed premium is less than the deposit premium, "we" will pay "you" the difference subject to the minimum premium indicated on the Reporting Schedule.

3. **Provisions That Affect How Much We Pay** -- The following provisions apply to reports that are submitted and may affect How Much We Pay:

a. **Failure To Submit Reports** -- If "you" have failed to submit the required reports or no report has been submitted, the most "we" will pay is 90% of the "limit".

b. **Reported Values Are Less Than The Full Value** -- If "your" last report before a loss shows less than the actual receipts, sales, or other information during the reporting period, "we" will only pay a part of the loss. "We" will not pay a greater portion of the loss, prior to the application of the deductible, than the receipts, sales, or other information "you" reported divided by the receipts, sales, or other information that actually should have been reported during the reporting period.

c. **We Will Not Pay More Than The Limit** -- "We" will not pay more than the applicable "limit" regardless of any reported value used in computing the premium.

---

IM 7867 07 08

## REPORTING CONDITIONS VALUES

**Reporting Conditions** -- The following reporting conditions are added to this policy.

### 1. Reports --

- a. **You Will Report To Us** -- "You" will submit "your" initial report to "us" by the inception of this policy. Within 30 days after the end of each reporting period indicated on the Reporting Schedule, "you" will submit to "us" an additional report. "You" will report to "us" the value of all property described on the Reporting Schedule. "Your" report will consist of a schedule or list of all described property and the schedule or list will contain:

- 1) a description of each piece of property; and
- 2) the value of each piece of property.

- b. **Cancellation** -- If "your" coverage is canceled, "you" will report the total value of all described property up to and including the date of cancellation and pay any additional premium due.

### 2. Premium Computation And Adjustment --

- a. The value of each piece of reported property will be added together to determine the aggregate value for each report. The aggregate value from each report will be added together and divided by the number of reports that were submitted to determine an average aggregate value. The premium will be adjusted at the end of the policy period. The computed premium will be determined by multiplying the average aggregate value by the rate indicated on the Reporting Schedule.

- b. "We" will compare the total computed premium to the deposit premium. If it is more than the deposit premium, "you" will pay "us" the difference. If it is less than the deposit premium, "we" will pay "you" the difference subject to the minimum premium indicated on the Reporting Schedule.

### 3. Provisions That Affect How Much We Pay -- The following provisions apply to reports that are submitted and may affect How Much We Pay:

- a. **Failure To Submit Reports** -- If "you" have failed to submit the required reports or no report has been submitted, the most "we" will pay is 90% of the "limit".
- b. **Reported Values Are Less Than The Full Value** -- If "your" last report before a loss shows less than the actual value of described property, "we" will only pay a part of the loss. "We" will not pay a greater portion of the loss, prior to the application of the deductible, than the value "you" reported divided by the actual value of the property during the reporting period.
- c. **We Will Not Pay More Than The Limit** -- "We" will not pay more than the applicable "limit" regardless of any reported value used in computing the premium.

---

IM 7868 07 08

## REPORTING SCHEDULE

(The entries required to complete this endorsement will be shown below or on the "schedule of coverages".)

**Reporting Period** -- (check one)

- Monthly
- Quarterly
- Annual

**Additional Premium Due After Expiration** -- When the premium for the coverage provided by this policy is based upon reports of value, any additional premium owed to "us" is due on the due date that appears on the billing notice.

**Adjustment Period** -- (check one)

- Monthly
- Quarterly
- Annual

**Reports** (check one)

- Receipts, Sales, Other Information** -- (check one)
  - Gross Receipts
  - Sales
  - Other (describe other information below)

\_\_\_\_\_

- Values** (describe property)

\_\_\_\_\_

**Rates and Premium** --

Rate (per \$100)        \$ \_\_\_\_\_

Deposit Premium        \$ \_\_\_\_\_

Minimum Premium        \$ \_\_\_\_\_

*SERFF Tracking Number:*      *AMAX-125815532*                      *State:*                      *Arkansas*  
*Filing Company:*              *American Association of Insurance Services*      *State Tracking Number:*      *EFT \$500*  
*Company Tracking Number:*      *AAIS-2008-50*  
*TOI:*                      *09.0 Inland Marine*                      *Sub-TOI:*                      *09.0005 Other Commercial Inland Marine*  
*Product Name:*                      *Inland Marine Guide*  
*Project Name/Number:*              *Inland Marine Guide REV 07 08/AAIS-2008-50*

## **Rate Information**

Rate data does NOT apply to filing.

SERFF Tracking Number: AMAX-125815532 State: Arkansas  
Filing Company: American Association of Insurance Services State Tracking Number: EFT \$500  
Company Tracking Number: AAIS-2008-50  
TOI: 09.0 Inland Marine Sub-TOI: 09.0005 Other Commercial Inland Marine  
Product Name: Inland Marine Guide  
Project Name/Number: Inland Marine Guide REV 07 08/AAIS-2008-50

## Supporting Document Schedules

<b>Bypassed -Name:</b>	Uniform Transmittal Document- Property & Casualty	<b>Review Status:</b> Filed	09/19/2008
<b>Bypass Reason:</b>	Not Required		
<b>Comments:</b>			
<b>Satisfied -Name:</b>	Copyright Notice	<b>Review Status:</b> Filed	09/19/2008
<b>Comments:</b>			
<b>Attachment:</b>	Copyright Notice.PDF		
<b>Satisfied -Name:</b>	AR Company Action Exhibit	<b>Review Status:</b> Filed	09/19/2008
<b>Comments:</b>			
<b>Attachment:</b>	AR Company Action Exhibit.PDF		
<b>Satisfied -Name:</b>	Computer Cov Add'l Loc. Schedule - IM 7209	<b>Review Status:</b> Filed	09/19/2008
<b>Comments:</b>			
<b>Attachment:</b>	Computer Cov Add'l Loc_ Schedule - IM 7209.PDF		
<b>Satisfied -Name:</b>	Web Site Coverage Ext Endt IM 7222	<b>Review Status:</b> Filed	09/19/2008
<b>Comments:</b>			
<b>Attachment:</b>	Web Site Coverage Ext Endt IM 7222.PDF		

SERFF Tracking Number: AMAX-125815532 State: Arkansas  
Filing Company: American Association of Insurance Services State Tracking Number: EFT \$500  
Company Tracking Number: AAIS-2008-50  
TOI: 09.0 Inland Marine Sub-TOI: 09.0005 Other Commercial Inland Marine  
Product Name: Inland Marine Guide  
Project Name/Number: Inland Marine Guide REV 07 08/AAIS-2008-50

**Satisfied -Name:** Earthquake/Flood Schedule IM 7807  
**Review Status:** Filed 09/19/2008

**Comments:**

**Attachment:**

Earthquake\_Flood Schedule IM 7807.PDF

**Satisfied -Name:** Change Endorsement IM 7850  
**Review Status:** Filed 09/19/2008

**Comments:**

**Attachment:**

Change Endorsement IM 7850.PDF

**Satisfied -Name:** Protective Devices Endt IM 7853  
**Review Status:** Filed 09/19/2008

**Comments:**

**Attachment:**

Protective Devices Endt IM 7853.PDF

**Satisfied -Name:** Earthquake/Flood Cov Endt - IM 7857  
**Review Status:** Filed 09/19/2008

**Comments:**

**Attachment:**

Earthquake\_Flood Cov Endt - IM 7857.PDF

**Satisfied -Name:** Earth Movement, Flood/Sewer Backup Excl. IM 7860  
**Review Status:** Filed 09/19/2008

**Comments:**

**Attachment:**

Earth Movement, Flood\_Sewer Backup Excl\_ IM 7860.PDF

SERFF Tracking Number: AMAX-125815532 State: Arkansas  
Filing Company: American Association of Insurance Services State Tracking Number: EFT \$500  
Company Tracking Number: AAIS-2008-50  
TOI: 09.0 Inland Marine Sub-TOI: 09.0005 Other Commercial Inland Marine  
Product Name: Inland Marine Guide  
Project Name/Number: Inland Marine Guide REV 07 08/AAIS-2008-50

**Review Status:**  
**Satisfied -Name:** Filing Memo Filed 09/19/2008  
**Comments:**  
**Attachment:**  
Filing Memo.PDF

**Review Status:**  
**Satisfied -Name:** AR - FORM FILING ABSTRACT F- Filed 09/19/2008  
1  
**Comments:**  
**Attachment:**  
AR - FORM FILING ABSTRACT F-1.PDF

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# AMERICAN ASSOCIATION OF INSURANCE SERVICES

## COMPANY ACTION EXHIBIT

### ARKANSAS

#### FORMS AND ENDORSEMENTS

Companies that have granted AAIS filing authority for forms and endorsements for this line of insurance:

- can adopt an AAIS forms and endorsements filing, without modifications, on the effective date designated by AAIS without notifying the Arkansas Insurance Department (ARID).
- can adopt an AAIS forms and endorsements filing on an earlier effective date by notifying the ARID at least 30 days before their chosen effective date.
- can adopt an AAIS forms and endorsements filing on a later effective date by notifying the ARID at least 30 days before the effective date designated by AAIS.
- can modify an AAIS forms and endorsements filing by establishing an effective date and submitting their modifications to the ARID at least 30 days before their chosen effective date.
- can choose not to adopt an AAIS forms and endorsements filing by notifying the ARID on or before the effective date designated by AAIS.

Companies that have not granted AAIS filing authority for forms and endorsements for this line of insurance:

- can adopt an AAIS forms and endorsements filing by establishing an effective date and making a reference filing with the ARID at least 30 days before their chosen effective date. A reference filing should contain only transmittal forms and the filing reference numbers. Copies of AAIS filed and approved materials should ***not*** be included in a reference filing.

Include the AAIS and state file numbers in all correspondence with the ARID.

This coverage comparison is for informational and illustrative purposes only. It is solely intended to provide a general overview of coverage differences and similarities. This document and the language herein is not a contract and does not confer any contractual obligation between AAIS, its officers or agents and any individual, organization or other recipient of this document.

If anything in this coverage comparison is in conflict with the actual terms, coverage amounts, conditions and exclusions in the referenced policy, the policy terms, coverage amounts, conditions and exclusions apply and are not modified by this document.

<b>AAIS PROPOSED</b> <b>IM 7209 07 08</b>	<b>AAIS CURRENT</b> <b>IM 7209 05 01</b>	<b>COMMENTS</b>
--	---	-----------------

**COMPUTER COVERAGE  
ADDITIONAL LOCATIONS SCHEDULE**

(The information required below may be indicated on a separate schedule or supplemental declarations.)

Loc. No.	<b>LOCATION</b>	
_____	_____	
	<b>"LIMIT"</b>	
	"Programs and Applications" and "Media"	
"Hardware"		
\$ _____	\$ _____	

Loc. No.	<b>LOCATION</b>	
_____	_____	
	<b>"LIMIT"</b>	
	"Programs and Applications" and "Media"	
"Hardware"		
\$ _____	\$ _____	

**COMPUTER COVERAGE  
ADDITIONAL LOCATIONS SCHEDULE**

(The information required below may be indicated on a separate schedule or supplemental declarations.)

Loc. No.	<b>LOCATION</b>	
_____	_____	
	<b>LIMITS</b>	
	"Media"	"Programs and Applications"
"Hardware"		
\$ _____	\$ _____	\$ _____

Loc. No.	<b>LOCATION</b>	
_____	_____	
	<b>LIMITS</b>	
	"Media"	"Programs and Applications"
"Hardware"		
\$ _____	\$ _____	\$ _____

No change

No change

No change

The 07 08 version of IM 7209 provides an entry for one limit for programs and applications and media to be compatible with the treatment of this limit under the IM 7201, Computer Coverage Form and corresponding schedule of coverages, IM 7206.

<b>AAIS PROPOSED</b> IM 7209 07 08	<b>AAIS CURRENT</b> IM 7209 05 01	<b>COMMENTS</b>
---------------------------------------	--------------------------------------	-----------------

Loc. No.	<b>LOCATION</b>
_____	_____
	<b>"LIMIT"</b>
"Hardware"	"Programs and Applications" and "Media"
\$ _____	\$ _____

Loc. No.	<b>LOCATION</b>	
_____	_____	
	<b>LIMITS</b>	
"Hardware"	"Media"	"Programs and Applications"
\$ _____	\$ _____	\$ _____

This coverage comparison is for informational and illustrative purposes only. It is solely intended to provide a general overview of coverage differences and similarities. This document and the language herein is not a contract and does not confer any contractual obligation between AAIS, its officers or agents and any individual, organization or other recipient of this document.

If anything in this coverage comparison is in conflict with the actual terms, coverage amounts, conditions and exclusions in the referenced policy, the policy terms, coverage amounts, conditions and exclusions apply and are not modified by this document.

<b>AAIS PROPOSED</b> <b>IM 7222 07 08</b>	<b>AAIS CURRENT</b> <b>IM 7222 10 04</b>	<b>COMMENTS</b>
--	---	-----------------

**WEB SITE COVERAGE  
EXTENSION ENDORSEMENT**

---

**PROPERTY COVERED**

---

The following coverage is added to the Computer Coverage.

**On-Site Server Coverage --**

1. **Coverage** -- "We" extend coverage under Hardware, as described under Property Covered, for physical loss caused by a covered peril to an "on-site server" that "you":
  - a. own; or
  - b. lease and are contractually obligated to insure for loss or damage.

"We" also extend coverage under Software, as described under Property Covered, and Proprietary Programs and Data Records, as described under Supplemental Coverages, for direct physical loss caused by a covered peril to the "Web site software" housed on a covered "on-site server".

**WEB SITE COVERAGE  
EXTENSION ENDORSEMENT**

---

**PROPERTY COVERED**

---

The following coverage is added to the Computer Coverage.

**On-Site Server Coverage --**

1. **Coverage** -- "We" extend coverage under Hardware, as described under Property Covered, for physical loss caused by a covered peril to an "on-site server" that "you":
  - a. own; or
  - b. lease and are contractually obligated to insure for loss or damage.

"We" also extend coverage under Software, as described under Property Covered, for direct physical loss caused by a covered peril to the "Web site software" housed on a covered "on-site server".

No change

Text added to clarify that coverage is extended under Software, as described under Property Covered, and Proprietary Programs and Data Records, as described under Supplemental Coverages.

<b>AAIS PROPOSED</b> <b>IM 7222 07 08</b>	<b>AAIS CURRENT</b> <b>IM 7222 10 04</b>	<b>COMMENTS</b>
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<p>2. <b>Coverage Limitations</b> -- "We" only cover "on-site server" and "Web site software" while at a premises described on the "schedule of coverages".</p>	<p>2. <b>Coverage Limitations</b> -- "We" only cover "on-site server" and "Web site software" while at a premises described on the "schedule of coverages".</p>	<p>No change</p>
<p>3. <b>Limits</b> -- The most "we" pay in any one occurrence for "on-site server" and covered "hardware" is the "limit" indicated on the "schedule of coverages" for Hardware.</p> <p>The most "we" pay in any one occurrence for "Web site software" and covered "software" is the "limit" indicated on the "schedule of coverages" for Software.</p> <p>Coverage under this endorsement does not increase the "limit" for "hardware" or "software".</p>	<p>3. <b>Limits</b> -- The most "we" pay in any one occurrence for "on-site server" and covered "hardware" is the "limit" indicated on the "schedule of coverages" for Hardware.</p> <p>The most "we" pay in any one occurrence for "Web site software" and covered "software" is the "limit" indicated on the "schedule of coverages" for Software.</p> <p>Coverage under this endorsement does not increase the "limit" for "hardware" or "software".</p>	<p>No change</p>
<p>4. <b>Software Coverage Condition</b> -- "We" only cover "Web site software" if a duplicate or back-up of the "Web site software" is stored at a building that is at least 100 feet away from the premises where the "on-site server" is being hosted.</p>	<p>4. <b>Software Coverage Condition</b> -- "We" only cover "Web site software" if a duplicate or back-up of the "Web site software" is stored at a building that is at least 100 feet away from the premises where the "on-site server" is being hosted.</p>	<p>No change</p>

<b>AAIS PROPOSED</b> <b>IM 7222 07 08</b>	<b>AAIS CURRENT</b> <b>IM 7222 10 04</b>	<b>COMMENTS</b>
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**SUPPLEMENTAL COVERAGES**

The following Supplemental Coverage is added to the Computer Coverage.

**Virus And Hacking Coverage --**

1. **Coverage** -- "We" also extend coverage under Virus And Hacking Coverage, as described under Supplemental Coverages, for direct physical loss caused by a "computer virus" or by "computer hacking" to:
  - a. a covered "on-site server"; or
  - b. the "Web site software" on the "on-site server".
  
2. **We Do Not Cover** -- "We" do not cover:
  - 1) loss of exclusive use of any "Web site software" that has been copied, scanned, or altered;
  - 2) loss of or reduction in economic or market value of any "Web site software" that has been copied, scanned, or altered;

**SUPPLEMENTAL COVERAGES**

The following Supplemental Coverage is added to the Computer Coverage.

**Virus And Hacking Coverage --**

1. **Coverage** -- "We" also extend coverage under Virus And Hacking Coverage, as described under Supplemental Coverages, for direct physical loss caused by a "computer virus" or by "computer hacking" to:
  - a. a covered "on-site server"; or
  - b. the "Web site software" on the "on-site server".
  
2. **We Do Not Cover** -- "We" do not cover:
  - 1) loss of exclusive use of any "Web site software" that has been copied, scanned, or altered;
  - 2) loss of or reduction in economic or market value of any "Web site software" that has been copied, scanned, or altered;

No change

No change

No change

<b>AAIS PROPOSED</b> <b>IM 7222 07 08</b>	<b>AAIS CURRENT</b> <b>IM 7222 10 04</b>	<b>COMMENTS</b>
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3) theft of confidential information through the observation of the "Web site software" by accessing covered "hardware", "your" computer network, or "your" Web site without any alteration or other physical loss to the "Web site software". Confidential information includes, but is not limited to, customer information; and

4) except as provided under the Supplemental Income Coverages section of this endorsement, denial of access to or services from "your" Web site.

3. **Limits** -- The most "we" pay in any one occurrence for Virus And Hacking Coverage under this endorsement and Virus And Hacking Coverage under Computer Coverage is the "limit" indicated on the "schedule of coverages" for Virus And Hacking Coverage.

Coverage under this endorsement does not increase the "limit" for Virus And Hacking Coverage.

3) theft of confidential information through the observation of the "Web site software" by accessing covered "hardware", "your" computer network, or "your" Web site without any alteration or other physical loss to the "Web site software". Confidential information includes, but is not limited to, customer information; and

4) except as provided under the Supplemental Income Coverages section of this endorsement, denial of access to or services from "your" Web site.

3. **Limits** -- The most "we" pay in any one occurrence for Virus And Hacking Coverage under this endorsement and Virus And Hacking Coverage under Computer Coverage is the "limit" indicated on the "schedule of coverages" for Virus And Hacking Coverage.

Coverage under this endorsement does not increase the "limit" for Virus And Hacking Coverage.

No change

No change

<p style="text-align: center;"><b>AAIS PROPOSED</b> <b>IM 7222 07 08</b></p>	<p style="text-align: center;"><b>AAIS CURRENT</b> <b>IM 7222 10 04</b></p>	<p style="text-align: center;"><b>COMMENTS</b></p>
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**PROPERTY NOT COVERED**

Other exclusions relating to Property Not Covered also apply. These exclusions are described in the Computer Coverage.

**Loss Of Internet Service Provider Or Web Host** -- "We" do not cover loss to "your" "Web site server" or "Web site software" that results from the bankruptcy, liquidation, or otherwise going out of business by "your" Internet service provider or Web host.

**INCOME COVERAGE**

The following Income Coverage is added to the Computer Coverage.

**Interruption Of Web Site --**

1. **Coverage** -- Coverage for earnings is extended to loss of earnings during the "restoration period" when "your" "business" is interrupted as a result of a direct physical loss, caused by a covered peril, to:
  - a. a covered "on-site server";
  - b. the "Web site software" on the covered "on-site server"; or

**PROPERTY NOT COVERED**

Other exclusions relating to Property Not Covered also apply. These exclusions are described in the Computer Coverage.

**Loss Of Internet Service Provider Or Web Host** -- "We" do not cover loss to "your" "Web site server" or "Web site software" that results from the bankruptcy, liquidation, or otherwise going out of business by "your" Internet service provider or Web host.

**INCOME COVERAGE**

The following Income Coverage is added to the Computer Coverage.

**Interruption Of Web Site --**

1. **Coverage** -- Coverage for earnings is extended to loss of earnings during the "restoration period" when "your" "business" is interrupted as a result of a direct physical loss, caused by a covered peril, to:
  - a. a covered "on-site server";
  - b. the "Web site software" on the covered "on-site server"; or

No change

No change

<b>AAIS PROPOSED</b> <b>IM 7222 07 08</b>	<b>AAIS CURRENT</b> <b>IM 7222 10 04</b>	<b>COMMENTS</b>
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<p>c. the location that houses the covered "on-site server".</p> <p>2. <b>Coverage Conditions</b> -- "We" only extend "your" coverage for earnings:</p> <p>a. to the extent that the loss of earnings from such interruption is permanent; and</p> <p>b. provided that a duplicate or back-up of the "Web site software" on the "on-site server" is stored at a building that is at least 100 feet away from the location that houses the covered "on-site server".</p> <p>3. <b>Limits</b> -- The most "we" pay in any one occurrence for Interruption of Web Site and Income Coverage is the "limit" indicated on the "schedule of coverages" for Income Coverage.</p>	<p>c. the location that houses the covered "on-site server".</p> <p>2. <b>Coverage Conditions</b> -- "We" only extend "your" coverage for earnings:</p> <p>a. to the extent that the loss of earnings from such interruption is permanent; and</p> <p>b. provided that a duplicate or back-up of the "Web site software" on the "on-site server" is stored at a building that is at least 100 feet away from the location that houses the covered "on-site server".</p> <p>3. <b>Limits</b> -- The most "we" pay in any one occurrence for Interruption of Web Site and Income Coverage is the "limit" indicated on the "schedule of coverages" for Income Coverage.</p>	<p>No change</p>
<p>Coverage under this endorsement does not increase the "limit" for Income Coverage.</p> <p>4. <b>Waiting Period Limitation</b> -- The provisions for Waiting Period Limitation for Income Coverage under Computer Coverage apply to Interruption of Web Site coverage under this endorsement.</p>	<p>Coverage under this endorsement does not increase the "limit" for Income Coverage.</p> <p>4. <b>Waiting Period Limitation</b> -- The provisions for Waiting Period Limitation for Income Coverage under Computer Coverage apply to Interruption of Web Site coverage under this endorsement.</p>	<p>No change</p>

<b>AAIS PROPOSED</b> <b>IM 7222 07 08</b>	<b>AAIS CURRENT</b> <b>IM 7222 10 04</b>	<b>COMMENTS</b>
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5. **Time Limitation** -- "We" do not pay for "your" loss of earnings under this coverage after 14 days and 24 hours (unless the Waiting Period is otherwise indicated on the "schedule of coverages") following the direct physical loss of or damage to:
- a. a covered "on-site server";
  - b. the "Web site software" on the covered "on-site server"; or
  - c. the location that houses the covered "on-site server".

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**SUPPLEMENTAL INCOME  
COVERAGE**

---

The following Supplemental Income Coverage is added to the Computer Coverage.

**Virus And Hacking Coverage --**

1. **Coverage** -- Coverage for earnings is extended to loss of earnings during the "restoration period" when "your" "business" is interrupted as a result of a direct physical loss, caused by a "computer virus" or by "computer hacking", to:

5. **Time Limitation** -- "We" do not pay for "your" loss of earnings under this coverage after 14 days and 24 hours (unless the Waiting Period is otherwise indicated on the "schedule of coverages") following the direct physical loss of or damage to:
- a. a covered "on-site server";
  - b. the "Web site software" on the covered "on-site server"; or
  - c. the location that houses the covered "on-site server".

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**SUPPLEMENTAL INCOME  
COVERAGE**

---

The following Supplemental Income Coverage is added to the Computer Coverage.

**Virus And Hacking Coverage --**

1. **Coverage** -- Coverage for earnings is extended to loss of earnings during the "restoration period" when "your" "business" is interrupted as a result of a direct physical loss, caused by a "computer virus" or by "computer hacking", to:

No change

No change

<b>AAIS PROPOSED</b> <b>IM 7222 07 08</b>	<b>AAIS CURRENT</b> <b>IM 7222 10 04</b>	<b>COMMENTS</b>
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<p>a. a covered "on-site server"; or</p> <p>b. the "Web site software" on the covered "on-site server".</p>	<p>a. a covered "on-site server"; or</p> <p>b. the "Web site software" on the covered "on-site server".</p>	<p>No change</p>
<p>2. <b>We Do Not Cover</b> -- "We" do not cover:</p> <p>a. loss of exclusive use of any "Web site software" that has been copied, scanned, or altered;</p> <p>b. loss of or reduction in economic or market value of any "Web site software" that has been copied, scanned, or altered; or</p> <p>c. theft of confidential information through the observation of the "Web site software" by accessing covered "hardware", "your" computer network, or "your" Web site without any alteration or other physical loss to the "Web site software". Confidential information includes, but is not limited to, customer information.</p>	<p>2. <b>We Do Not Cover</b> -- "We" do not cover:</p> <p>a. loss of exclusive use of any "Web site software" that has been copied, scanned, or altered;</p> <p>b. loss of or reduction in economic or market value of any "Web site software" that has been copied, scanned, or altered; or</p> <p>c. theft of confidential information through the observation of the "Web site software" by accessing covered "hardware", "your" computer network, or "your" Web site without any alteration or other physical loss to the "Web site software". Confidential information includes, but is not limited to, customer information.</p>	<p>No change</p>
<p>3. <b>Limits</b> -- The most "we" pay in any one occurrence for Virus And Hacking Coverage under this endorsement and Virus And Hacking Coverage under Computer Coverage - Income Coverage is the "limit" indicated on the "schedule of coverages" for Virus And Hacking Coverage under Supplemental Income Coverages.</p>	<p>3. <b>Limits</b> -- The most "we" pay in any one occurrence for Virus And Hacking Coverage under this endorsement and Virus And Hacking Coverage under Computer Coverage - Income Coverage is the "limit" indicated on the "schedule of coverages" for Virus And Hacking Coverage under Supplemental Income Coverages.</p>	<p>No change</p>

<b>AAIS PROPOSED</b> <b>IM 7222 07 08</b>	<b>AAIS CURRENT</b> <b>IM 7222 10 04</b>	<b>COMMENTS</b>
<p>Coverage under this endorsement does not increase the "limit" for Virus And Hacking Coverage.</p> <p>4. <b>Waiting Period Limitation</b> -- The provisions for Waiting Period Limitation for Virus And Hacking Coverage under Computer Coverage apply to Virus And Hacking Coverage under this endorsement.</p> <p>5. <b>Time Limitation</b> -- "We" do not pay for "your" loss of earnings under this Supplemental Income Coverage after 14 days and 24 hours (unless the Waiting Period is otherwise indicated on the "schedule of coverage") following the direct physical loss of or damage to:</p> <p>a. a covered "on-site server";</p> <p>b. the "Web site software" on the covered "on-site server"; or</p> <p>c. the location that houses the covered "on-site server".</p>	<p>Coverage under this endorsement does not increase the "limit" for Virus And Hacking Coverage.</p> <p>4. <b>Waiting Period Limitation</b> -- The provisions for Waiting Period Limitation for Virus And Hacking Coverage under Computer Coverage apply to Virus And Hacking Coverage under this endorsement.</p> <p>5. <b>Time Limitation</b> -- "We" do not pay for "your" loss of earnings under this Supplemental Income Coverage after 14 days and 24 hours (unless the Waiting Period is otherwise indicated on the "schedule of coverage") following the direct physical loss of or damage to:</p> <p>a. a covered "on-site server";</p> <p>b. the "Web site software" on the covered "on-site server"; or</p> <p>c. the location that houses the covered "on-site server".</p>	<p>No change</p> <p>No change</p> <p>No change</p>
<hr/> <p><b>PERILS EXCLUDED</b></p> <hr/> <p>Other exclusions relating to Perils Excluded also apply. These exclusions are described in the Computer Coverage.</p>	<hr/> <p><b>PERILS EXCLUDED</b></p> <hr/> <p>Other exclusions relating to Perils Excluded also apply. These exclusions are described in the Computer Coverage.</p>	<p>No change</p>

<p style="text-align: center;"><b>AAIS PROPOSED</b> <b>IM 7222 07 08</b></p>	<p style="text-align: center;"><b>AAIS CURRENT</b> <b>IM 7222 10 04</b></p>	<p style="text-align: center;"><b>COMMENTS</b></p>
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"We" do not pay for loss of earnings or extra expenses, as described under Income Coverage, caused by or resulting from one or more of the following:

1. **Bandwidth** -- "We" do not pay for "your" loss of earnings or extra expense when "your" "business" is wholly or partially interrupted as a result of a lack of Internet bandwidth into the "Web site server". Lack of bandwidth means the inability to handle the volume of data into the "Web site server".
2. **Denial Of Service Attack** -- "We" do not pay for "your" loss of earnings or extra expense when "your" "business" is interrupted as a result of a denial of service attack to the "Web site server" by an individual or group of individuals, whether employed by "you" or not.

A denial of service attack means an attempt to slow down or disable the "Web site server" with malicious or false data traffic. Data traffic includes, but is not limited to:

- a. e-mail messages;

"We" do not pay for loss of earnings or extra expenses, as described under Income Coverage, caused by or resulting from one or more of the following:

1. **Bandwidth** -- "We" do not pay for "your" loss of earnings or extra expense when "your" "business" is wholly or partially interrupted as a result of a lack of Internet bandwidth into the "Web site server". Lack of bandwidth means the inability to handle the volume of data into the "Web site server".
2. **Denial Of Service Attack** -- "We" do not pay for "your" loss of earnings or extra expense when "your" "business" is interrupted as a result of a denial of service attack to the "Web site server" by an individual or group of individuals, whether employed by "you" or not.

A denial of service attack means an attempt to slow down or disable the "Web site server" with malicious or false data traffic. Data traffic includes, but is not limited to:

- a. e-mail messages;

No change

No change

No change

<b>AAIS PROPOSED</b> <b>IM 7222 07 08</b>	<b>AAIS CURRENT</b> <b>IM 7222 10 04</b>	<b>COMMENTS</b>
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<p>b. requests that use up the server's memory; and</p> <p>c. messages or requests for information that use up Internet bandwidth.</p>	<p>b. requests that use up the server's memory; and</p> <p>c. messages or requests for information that use up Internet bandwidth.</p>	<p>No change</p>
<p>3. <b>Loss Of Internet Service Provider Or Web Host</b> -- "We" do not pay for "your" loss of earnings or extra expense when "your" "business" is wholly or partially interrupted due to the discontinuation of service by "your" Internet service provider or Web host as a result of their declaration of bankruptcy, entry into liquidation, or otherwise going out of business.</p>	<p>3. <b>Loss Of Internet Service Provider Or Web Host</b> -- "We" do not pay for "your" loss of earnings or extra expense when "your" "business" is wholly or partially interrupted due to the discontinuation of service by "your" Internet service provider or Web host as a result of their declaration of bankruptcy, entry into liquidation, or otherwise going out of business.</p>	<p>No change</p>

This coverage comparison is for informational and illustrative purposes only. It is solely intended to provide a general overview of coverage differences and similarities. This document and the language herein is not a contract and does not confer any contractual obligation between AAIS, its officers or agents and any individual, organization or other recipient of this document.

If anything in this coverage comparison is in conflict with the actual terms, coverage amounts, conditions and exclusions in the referenced policy, the policy terms, coverage amounts, conditions and exclusions apply and are not modified by this document.

<b>AAIS PROPOSED</b> <b>IM 7807 07 08</b>	<b>AAIS CURRENT</b> <b>IM 7807 04 04</b>	<b>COMMENTS</b>
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**EARTHQUAKE AND FLOOD SCHEDULE**

(The entries required to complete this schedule will be shown below or on the "schedule of coverages".)

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**EARTHQUAKE COVERAGE**

---

- Coverage Not Provided
- Coverage Provided, as described below:

**Earthquake Location "Limit" \$**\_\_\_\_\_

**Earthquake Occurrence "Limit" \$**\_\_\_\_\_

**Earthquake Catastrophe "Limit" \$**\_\_\_\_\_

**EARTHQUAKE, FLOOD, AND SEWER BACKUP SCHEDULE**

(The entries required to complete this schedule will be shown below or on the "schedule of coverages".)

---

**EARTHQUAKE COVERAGE**

---

- Coverage Not Provided
- Coverage Provided, as described below:

Earthquake Limit -- The most "we" pay for loss in any one occurrence is: \$\_\_\_\_\_

Earthquake Catastrophe Limit -- The most "we" pay for all losses during each separate 12-month period of this policy is: \$\_\_\_\_\_

The 07 08 edition of IM 7807 only provides entries for Earthquake and Flood to be compatible with the 07 08 edition of the Earthquake and Flood Coverage Endorsement IM 7857.

No change

The 07 08 edition of IM 7807 provides an entry for an earthquake location limit.

The language pertaining to the earthquake occurrence and catastrophe limits is now included in the IM 7857 07 08, Earthquake and Flood Coverage Endorsement.

<b>AAIS PROPOSED</b> <b>IM 7807 07 08</b>	<b>AAIS CURRENT</b> <b>IM 7807 04 04</b>	<b>COMMENTS</b>
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**FLOOD COVERAGE**

- Coverage Not Provided
- Coverage Provided, as described below:

**Flood Location "Limit"**      \$ \_\_\_\_\_

**Flood Occurrence "Limit"**      \$ \_\_\_\_\_

**Flood Catastrophe "Limit"**      \$ \_\_\_\_\_

**FLOOD COVERAGE**

- Coverage Not Provided
- Coverage Provided, as described below:

Flood Limit -- The most "we" pay for loss in any one occurrence is:      \$ \_\_\_\_\_

Flood Catastrophe Limit -- The Most "we" pay for all losses during each separate 12-month period of this policy is:      \$ \_\_\_\_\_

**SEWER BACKUP COVERAGE**

- Coverage Not Provided
- Coverage Provided, as described below:

Sewer Backup Limit -- The most "we" pay for loss in any one occurrence is:      \$ \_\_\_\_\_

Sewer Backup Catastrophe Limit -- The most "we" pay for all losses during each separate 12-month period of this policy is:      \$ \_\_\_\_\_

No change

The 07 08 edition of IM 7807 provides an entry for a flood location limit.

The language pertaining to the flood occurrence and catastrophe limits is now included in the IM 7857 07 08, Earthquake and Flood Coverage Endorsement.

Sewer backup coverage, including space for a limit, are now found on the endorsement, IM 7866 07 08, Sewer Backup Coverage.

<b>AAIS PROPOSED</b> <b>IM 7807 07 08</b>	<b>AAIS CURRENT</b> <b>IM 7807 04 04</b>	<b>COMMENTS</b>
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**DEDUCTIBLE**

	Deductible Amount
Earthquake Coverage	\$ _____
Flood Coverage	\$ _____

**DEDUCTIBLE**

Check if applicable:		Deductible Amount
<input type="checkbox"/>	Earthquake Coverage	\$ _____
<input type="checkbox"/>	Flood Coverage	\$ _____
<input type="checkbox"/>	Sewer Backup Coverage	\$ _____

No change

The entry for a sewer backup coverage deductible has been removed from the 07 08 edition of IM 7807 as this coverage is no longer part of endorsement, IM 7857 07 08, Earthquake and Flood Coverage.

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If anything in this coverage comparison is in conflict with the actual terms, coverage amounts, conditions and exclusions in the referenced policy, the policy terms, coverage amounts, conditions and exclusions apply and are not modified by this document.

<b>AAIS PROPOSED</b> <b>IM 7850 12 04</b>	<b>AAIS CURRENT</b> <b>IM 7850 04 04</b>	<b>COMMENTS</b>
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**CHANGE ENDORSEMENT**

(The entries required to complete this endorsement will be shown below or on the "schedule of coverages".)

\_\_\_\_\_  
Policy Number      Named Insured

\_\_\_\_\_  
This endorsement is effective 12:01 a.m. Standard Time

From

\_\_\_\_\_  
The Inland Marine Coverage is amended as described below:

\_\_\_\_\_  
Premium Adjustment:

\_\_\_\_\_  
New Annual Premium    Additional Premium    Return Premium

**CHANGE ENDORSEMENT**

(The entries required to complete this endorsement will be shown below or on the "schedule of coverages".)

\_\_\_\_\_  
This endorsement is effective 12:01 a.m. Standard Time

From                  To                                  at Your  
Mailing Address shown above.

\_\_\_\_\_  
The Inland Marine Coverage is amended as described below:

\_\_\_\_\_  
New Annual Premium \$ \_\_\_\_\_  
Additional Premium \$ \_\_\_\_\_  
Return Premium \$ \_\_\_\_\_

No change

The 12 04 edition of IM 7850 provides a section for the policy number and the named insured.

No change

Editorial change only

No change

Added section heading, Premium Adjustment

Editorial change only

<b>AAIS PROPOSED</b> IM 7853 07 08	<b>AAIS CURRENT</b> IM 7853 04 04	<b>COMMENTS</b>
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This coverage comparison is for informational and illustrative purposes only. It is solely intended to provide a general overview of coverage differences and similarities. This document and the language herein is not a contract and does not confer any contractual obligation between AAIS, its officers or agents and any individual, organization or other recipient of this document.

If anything in this coverage comparison is in conflict with the actual terms, coverage amounts, conditions and exclusions in the referenced policy, the policy terms, coverage amounts, conditions and exclusions apply and are not modified by this document.

<b>AAIS PROPOSED</b> IM 7853 07 08	<b>AAIS CURRENT</b> IM 7853 04 04	<b>COMMENTS</b>
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**PROTECTIVE DEVICES  
ENDORSEMENT**

If indicated on the Protective Devices Schedule, the following conditions apply to the locations described on the schedule.

---

**OTHER CONDITIONS**

---

**Protective Devices** -- "You" are required to maintain, at all times during the policy period, the protective devices and services described on the Protective Devices Schedule.

---

**PERILS EXCLUDED**

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- The following exclusion is added to item 2. under Perils Excluded and applies only when a device or service, shown on the Protective Devices Schedule, provides fire protection:

**PROTECTIVE DEVICES  
ENDORSEMENT**

If indicated on the Protective Devices Schedule, the following conditions apply to the locations described on the schedule.

---

**OTHER CONDITIONS**

---

**Protective Devices** -- "You" are required to maintain, at all times during the policy period, the protective devices and services described on the Protective Devices Schedule.

---

**PERILS EXCLUDED**

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As respects the locations specified in the Protective Devices Schedule, the following exclusion is added to Perils Excluded:

No change

No change

In the 07 08 edition of IM 7853, text has been added to clarify that the protective devices exclusion for fire is added under item 2. of Perils Excluded.

<b>AAIS PROPOSED</b> <b>IM 7853 07 08</b>	<b>AAIS CURRENT</b> <b>IM 7853 04 04</b>	<b>COMMENTS</b>
<p>"We" do not pay for loss caused by fire if, prior to the fire, "you":</p> <ol style="list-style-type: none"> <li>a. had knowledge of any suspension or impairment in the protective device or service described on the Protective Devices Schedule and did not notify "us"; or</li> <li>b. failed to maintain in complete working order, the fire protective device or service described on the Protective Devices Schedule which "you" control.</li> </ol> <p>However, if part of an automatic sprinkler system is shut off because of leakage, breakage, freezing conditions, or opening of sprinkler heads and "you" can restore full protection within 48 hours, notification to "us" is not required.</p> <ol style="list-style-type: none"> <li>2. The following exclusion is added to item 2. under Perils Excluded and applies only when a device or service, shown on the Protective Devices Schedule, provides theft protection:</li> </ol>	<p>"We" do not pay for loss caused by fire or theft if, prior to the fire or theft, "you":</p> <ol style="list-style-type: none"> <li>1. had knowledge of any suspension or impairment in any protective device or service described on the Protective Devices Schedule and did not notify "us"; or</li> <li>2. failed to maintain in complete working order, any protective device or service described on the Protective Devices Schedule which "you" control.</li> </ol>	<p>Fire and theft are addressed separately in the 07 08 edition of IM 7853.</p> <p>No change</p> <p>No change</p> <p>For loss caused by fire, text has been added to indicate that if an automatic sprinkler system is shut off for specific reasons, and full protection can be restored within 48 hours, notification is not required.</p> <p>In the 07 08 edition of IM 7853, text has been added to clarify that the protective devices exclusion for theft is added under item 2. of Perils Excluded.</p>

<b>AAIS PROPOSED</b> <b>IM 7853 07 08</b>	<b>AAIS CURRENT</b> <b>IM 7853 04 04</b>	<b>COMMENTS</b>
<p>"We" do not pay for loss caused by theft if, prior to the theft, "you":</p> <ul style="list-style-type: none"> <li>a. had knowledge of any suspension or impairment in the protective device or service described on the Protective Devices Schedule and did not notify "us"; or</li> <li>b. failed to maintain in complete working order, the theft protective device or service described on the Protective Devices Schedule which "you" control.</li> </ul>	<p>"We" do not pay for loss caused by fire or theft if, prior to the fire or theft, "you":</p> <ul style="list-style-type: none"> <li>1. had knowledge of any suspension or impairment in any protective device or service described on the Protective Devices Schedule and did not notify "us"; or</li> <li>2. failed to maintain in complete working order, any protective device or service described on the Protective Devices Schedule which "you" control.</li> </ul>	<p>Fire and theft are addressed separately in the 07 08 edition of IM 7853.</p> <p>No change</p> <p>No change</p>

This coverage comparison is for informational and illustrative purposes only. It is solely intended to provide a general overview of coverage differences and similarities. This document and the language herein is not a contract and does not confer any contractual obligation between AAIS, its officers or agents and any individual, organization or other recipient of this document.

If anything in this coverage comparison is in conflict with the actual terms, coverage amounts, conditions and exclusions in the referenced policy, the policy terms, coverage amounts, conditions and exclusions apply and are not modified by this document.

<p style="text-align: center;"><b>AAIS PROPOSED</b> <b>IM 7857 07 08</b></p>	<p style="text-align: center;"><b>AAIS CURRENT</b> <b>IM 7857 04 04</b></p>	<p style="text-align: center;"><b>COMMENTS</b></p>
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**EARTHQUAKE AND FLOOD  
COVERAGE ENDORSEMENT**

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**SUPPLEMENTAL COVERAGES**

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1. **Earthquake --**
  - a. **Coverage --** "We" cover direct physical loss or damage to covered property caused by or resulting from earthquake and volcanic eruption.
  - b. **Coverage Limitations --** "We" only cover loss caused by earthquake and volcanic eruption when Earthquake "limits" are indicated on the Earthquake And Flood Schedule.
  - c. **Limit --** The following "limits" apply to loss or damage caused by or resulting from earthquake and volcanic eruption:
    - 1) **Location Limit --** The most "we" pay in any one occurrence for loss to covered property at any one location is the Earthquake Location Limit indicated on the Earthquake And Flood Schedule.
    - 2) **Occurrence Limit --** The most "we" pay in any one occurrence for loss to covered property at all locations is the Earthquake Occurrence Limit indicated on the Earthquake And Flood Schedule.

**EARTHQUAKE, FLOOD, AND SEWER  
BACKUP ENDORSEMENT**

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**SUPPLEMENTAL COVERAGES**

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1. **Earthquake --**
  - a. **Coverage --** "We" cover direct physical loss to covered property caused by earthquake and volcanic eruption.
  - b. **Coverage Limitations --** "We" only cover loss caused by earthquake and volcanic eruption when Earthquake "limits" are indicated on the Earthquake, Flood, and Sewer Backup Schedule.
  - c. **Limit --** The most "we" pay for loss caused by earthquake and volcanic eruption is the applicable Earthquake "limit" indicated on the Earthquake, Flood, and Sewer Backup Schedule.

*From the IM 7808 04 04, Earthquake, Flood, And Sewer Backup Schedule:*  
 Earthquake Limit -- The most "we" pay for loss in any one occurrence is:

The 07 08 edition of IM 7857 provides coverage for Earthquake and Flood. Coverage for sewer backup is now provided in a separate endorsement, IM 7866 07 08.

Editorial changes to clarify intent.

The reference to the corresponding schedule has been updated.

An earthquake Location Limit has been added to the 07 08 edition of the IM 7857.

The text pertaining to the earthquake Occurrence Limit is included in the IM 7857. Previously, this text was found in the IM 7807, Earthquake, Flood, And Sewer Backup Schedule. Editorial changes to clarify intent.

<b>AAIS PROPOSED</b> <b>IM 7857 07 08</b>	<b>AAIS CURRENT</b> <b>IM 7857 04 04</b>	<b>COMMENTS</b>
<p>3) <b>Catastrophe Limit</b> -- The most "we" pay for all losses to covered property at all locations during each separate 12-month period of this policy is the Earthquake Catastrophe Limit indicated on the Earthquake And Flood Schedule.</p> <p>2. <b>Flood</b> --</p> <p>a. <b>Coverage</b> -- "We" cover direct physical loss or damage to covered property caused by or resulting from "flood".</p> <p>b. <b>Coverage Limitations</b> -- "We" only cover loss caused by "flood" when Flood "limits" are indicated on the Earthquake And Flood Schedule.</p> <p>c. <b>Limit</b> -- The following "limits" apply to loss or damage caused by or resulting from "flood":</p> <p>1) <b>Location Limit</b> -- The most "we" pay in any one occurrence for loss to covered property at any one location is the Flood Location Limit indicated on the Earthquake And Flood Schedule.</p> <p>2) <b>Occurrence Limit</b> -- The most "we" pay in any one occurrence for loss to covered property at all locations is the Flood Occurrence Limit indicated on the Earthquake And Flood Schedule.</p>	<p><i>From the IM 7808 04 04, Earthquake, Flood, And Sewer Backup Schedule:</i></p> <p>Earthquake Catastrophe Limit -- The most "we" pay for all losses during each separate 12-month period of this policy is</p> <p>2. <b>Flood</b> --</p> <p>a. <b>Coverage</b> -- "We" cover direct physical loss to covered property caused by "flood".</p> <p>b. <b>Coverage Limitations</b> -- "We" only cover loss caused by "flood" when Flood "limits" are indicated on the Earthquake, Flood, and Sewer Backup Schedule.</p> <p>c. <b>Limit</b> -- The most "we" pay for loss caused by "flood" is the applicable Flood "limit" indicated on the Earthquake, Flood, and Sewer Backup Schedule.</p> <p><i>From the IM 7808 04 04, Earthquake, Flood, And Sewer Backup Schedule:</i></p> <p>Flood Limit -- The most "we" pay for loss In any one occurrence is:</p>	<p>The text pertaining to the earthquake Catastrophe Limit is included in the IM 7857. Previously, this text was found in the IM 7807, Earthquake, Flood, And Sewer Backup Schedule. Editorial changes to clarify intent.</p> <p>Editorial changes to clarify intent.</p> <p>The reference to corresponding schedule has been updated.</p> <p>The text pertaining to the flood Occurrence Limit is included in the IM 7857. Previously, this text was found in the IM 7807, Earthquake, Flood, And Sewer Backup Schedule. Editorial changes to clarify intent.</p>

<b>AAIS PROPOSED</b> <b>IM 7857 07 08</b>	<b>AAIS CURRENT</b> <b>IM 7857 04 04</b>	<b>COMMENTS</b>
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3) **Catastrophe Limit** -- The most "we" pay for all losses to covered property at all locations during each separate 12-month period of this policy is the Flood Catastrophe Limit indicated on the Earthquake And Flood Schedule.

*From the IM 7808 04 04, Earthquake, Flood, And Sewer Backup Schedule:*

Flood Catastrophe Limit -- The most "we" pay for all losses during each separate 12-month period of this policy is:

3. **Sewer Backup** --

- a. **Coverage** -- "We" cover direct physical loss to covered property caused by:
  - 1) water that backs up through a sewer or drain; or
  - 2) water below the surface of the ground, including but not limited to water that exerts pressure on or flows, seeps, or leaks through or into a covered building or structure.
  
- b. **Coverage Limitations** -- "We" only cover loss caused by sewer backup and water below the surface when Sewer Backup "limits" are indicated on the Earthquake, Flood, and Sewer Backup Schedule.
  
- c. **Limit** -- The most "we" pay for loss caused by sewer backup is the Sewer Backup "limit" indicated on the Earthquake, Flood, and Sewer Backup Schedule.

The text pertaining to the flood Catastrophe Limit is included in the IM 7857. Previously, this text was found in the IM 7807, Earthquake, Flood, And Sewer Backup Schedule. Editorial changes to clarify intent.

Coverage for sewer backup is now provided in a separate endorsement, IM 7866 07 08.

<b>AAIS PROPOSED</b> <b>IM 7857 07 08</b>	<b>AAIS CURRENT</b> <b>IM 7857 04 04</b>	<b>COMMENTS</b>
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**PERILS EXCLUDED**

The exclusions for Earth Movement Or Volcanic Eruption and Flood still apply except to the extent that coverage is provided under this endorsement.

**HOW MUCH WE PAY**

The following are added to How Much We Pay:

1. **Deductible** -- "We" pay only that part of "your" loss over the deductible amount indicated on the Earthquake And Flood Schedule in any one occurrence.
2. **Earthquake Period** -- All earthquakes or volcanic eruptions that occur within a 168-hour period will be considered a single loss. This 168-hour period is not limited by the policy expiration.
3. **Excess Insurance** -- "You" may purchase insurance in excess of the applicable "limit". Such excess insurance will not be considered in applying Insurance Under More Than One Policy nor will it be considered in the application of any pro rata or apportionment provision.

**PERILS EXCLUDED**

The exclusions for Earth Movement Or Volcanic Eruption, Flood, and Sewer Backup And Water Below The Surface still apply except to the extent that coverage is provided under this endorsement.

**HOW MUCH WE PAY**

The following are added to How Much We Pay:

1. **Deductible** -- "We" pay only that part of "your" loss over the deductible amount indicated on the Earthquake, Flood, and Sewer Backup Schedule in any one occurrence.
2. **Earthquake Period** -- All earthquakes or volcanic eruptions that occur within a 168-hour period will be considered a single loss. This 168-hour period is not limited by the policy expiration.
3. **Excess Insurance** -- "You" may purchase insurance in excess of the applicable "limit". Such excess insurance will not be considered in applying Insurance Under More Than One Policy nor will it be considered in the application of any pro rata or apportionment provision.

Reference to Sewer Backup and Water Below The Surface exclusion eliminated.

The reference to the corresponding schedule has been updated.

No change

No change

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If anything in this coverage comparison is in conflict with the actual terms, coverage amounts, conditions and exclusions in the referenced policy, the policy terms, coverage amounts, conditions and exclusions apply and are not modified by this document.

<b>AAIS PROPOSED</b> <b>IM 7860 07 08</b>	<b>AAIS CURRENT</b> <b>IM 7860 04 04</b>	<b>COMMENTS</b>
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**EARTH MOVEMENT, FLOOD,  
AND SEWER BACKUP  
EXCLUSIONS**

(The entries required to complete this endorsement will be shown below or on the "schedule of coverages".)

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**SCHEDULE**

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Indicate if applicable:

- Earth Movement Exclusion
- Flood Exclusion
- Sewer Backup And Water Below The Surface Exclusion

**EARTH MOVEMENT, FLOOD,  
AND SEWER BACKUP  
EXCLUSIONS**

(The entries required to complete this endorsement will be shown below or on the "schedule of coverages".)

---

**SCHEDULE**

---

Indicate if applicable:

- Earth Movement or Volcanic Eruption Exclusion
- Flood Exclusion
- Sewer Backup And Water Below The Surface Exclusion

No change

Revised to correspond with the title found under Perils Excluded.

No change

No change

<b>AAIS PROPOSED</b> <b>IM 7860 07 08</b>	<b>AAIS CURRENT</b> <b>IM 7860 04 04</b>	<b>COMMENTS</b>
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**DEFINITIONS**

1. The following definitions are added to the Inland Marine Coverage Part to which this endorsement is attached.
  - a. "Earth movement" means:
    - 1) earthquake, including land shockwaves or tremors before, during or after a volcanic eruption;
    - 2) landslide, mudslide or mudflow;
    - 3) mine subsidence whether or not the non-natural mine is currently in use;
    - 4) any other movement of earth, including sinking (other than "sinkhole collapse"), shifting, or rising of earth including, but not limited to, erosion, expansion, shrinking, freezing, thawing, improper soil compaction, and movement of water under the surface of the ground that cause cracking, settling, or shifting of foundations, buildings, or structures; or
    - 5) eruption, explosion, or effusion of a volcano.

**ADDITIONAL DEFINITIONS**

1. "Earth movement" means any movement or vibration of the earth's surface (other than "sinkhole collapse") including but not limited to earthquake; landslide; mudflow; mudslide; mine subsidence; or sinking, rising, or shifting of earth.

The Earth Movement and Flood definitions are added to the coverage part to which this endorsement is attached.

The Earth Movement definition has been updated. Earthquake, including land shockwaves or tremors before, during or after a volcanic eruption is included in the proposed (07 08) definition of 'earth movement'. Eruption, explosion or effusion on a volcano is also included in the definition.

In addition, the 07 08 definition of "earth movement":  
 - clarifies that mine subsidence is excluded whether or not the non-natural mine is currently in use;  
 - provides a list of what any other movement the earth including the sinking, rising or shifting of earth includes, but is not limited to;

<b>AAIS PROPOSED</b> <b>IM 7860 07 08</b>	<b>AAIS CURRENT</b> <b>IM 7860 04 04</b>	<b>COMMENTS</b>
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- b. "Flood" means an overflowing or inundation by water of an area that was previously and normally dry or not covered by water, whether caused artificially or naturally, by human or animal forces or by an act of nature. "Flood" includes, but is not limited to:
- 1) overflow of inland or tidal waters, waves, tidal waves or tsunamis, or spray that results from any of these, all whether driven by wind or not, including but not limited to storm surge;
  - 2) unusual and rapid accumulation or runoff of surface waters from any source; or
  - 3) mudslides or mudflows if caused by:
    - a) unusual and rapid accumulation or runoff of surface waters or waves; or
    - b) currents of water exceeding anticipated cyclical levels.

2. "Flood" means flood, surface water, waves, tidal water, or the overflow of a body of water, all whether driven by wind or not. This includes spray that results from these whether driven by wind or not.

The definition of "flood" has been updated. Text added to clarify that "flood "means the overflowing or inundation by water of a previously and normally dry area, whether caused by an act of nature or otherwise caused.

Storm surge and tsunamis are specifically addressed in the 07 08 definition of "flood".

Additional text clarifies that "flood" includes the unusual and rapid accumulation or runoff of surface waters from any source and mudslide and mudflow caused by the unusual and rapid accumulation or runoff of surface waters or currents of water exceeding anticipated cyclical levels.

<b>AAIS PROPOSED</b> <b>IM 7860 07 08</b>	<b>AAIS CURRENT</b> <b>IM 7860 04 04</b>	<b>COMMENTS</b>
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2. Unless otherwise defined, the following definition is added to the Inland Marine Coverage Part to which this endorsement is attached.

"Volcanic action" means airborne volcanic blast or airborne shock waves; ash, dust, or particulate matter; or lava flow.

Volcanic action does not include the cost to remove ash, dust, or particulate matter that does not cause direct physical loss to the covered property.

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**ADDITIONAL PERILS EXCLUDED**

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If indicated on the schedule above or on the "schedule of coverages", "we" do not pay for loss or damage caused directly or indirectly by one or more of the following excluded causes or events. Such loss or damage is excluded regardless of other causes or events that contribute to or aggravate the loss, whether such causes or events act to produce the loss before, at the same time as, or after the excluded causes or events.

3. "Volcanic action" means airborne volcanic blast or airborne shock waves; ash, dust, or particulate matter; or lava flow.

Volcanic action does not include the cost to remove ash, dust, or particulate matter that does not cause direct physical loss to the covered property.

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**ADDITIONAL PERILS EXCLUDED**

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1. If indicated on the schedule above or on the "schedule of coverages", "we" do not pay for loss or damage caused directly or indirectly by one or more of the following excluded causes or events. Such loss or damage is excluded regardless of other causes or events that contribute to or aggravate the loss, whether such causes or events act to produce the loss before, at the same time as, or after the excluded causes or events

The 07 08 revision of IM 7860 includes lead-in language clarifying that the Sewer Backup definition is added if Sewer Backup is not defined in the coverage part to which this endorsement is attached.

No change

No change

<p style="text-align: center;"><b>AAIS PROPOSED</b> <b>IM 7860 07 08</b></p>	<p style="text-align: center;"><b>AAIS CURRENT</b> <b>IM 7860 04 04</b></p>	<p style="text-align: center;"><b>COMMENTS</b></p>
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1. **Earth Movement** -- We" do not pay for loss or damage caused by or resulting from any "earth movement".

However, if eruption, explosion, or effusion of a volcano results in "volcanic action", "we" will pay for the loss or damage caused by that "volcanic action".

If "earth movement" results in fire, "we" will pay for the loss or damage caused by that fire. If "earth movement" (other than eruption, explosion, or effusion of a volcano) results in explosion, "we" will pay for the loss or damage caused by that explosion.

This exclusion does not apply to property while in transit if property in transit is covered under this Inland Marine Coverage Part.

a. **Earth Movement Or Volcanic Eruption** -- "We" do not pay for loss caused by any "earth movement" (other than "sinkhole collapse") or caused by eruption, explosion, or effusion of a volcano.

"We" do cover direct loss by fire, explosion, or "volcanic action" resulting from either "earth movement" or eruption, explosion, or effusion of a volcano.

This exclusion does not apply to property while in transit to the extent such property is covered under this Inland Marine Coverage Part.

Earth Movement replaces Earth Movement Or Volcanic Eruption as the title of this exclusion. Text added to clarify that loss or damage caused by or resulting from "earth movement" is excluded.

Editorial revision to clarify intent.

Editorial revisions to clarify intent.

<b>AAIS PROPOSED</b> <b>IM 7860 07 08</b>	<b>AAIS CURRENT</b> <b>IM 7860 04 04</b>	<b>COMMENTS</b>
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2. **Flood** -- We" do not pay for loss or damage caused by or resulting from "flood".

"We" also do not cover waterborne material carried or otherwise moved by "flood", whether or not driven by wind, including storm surge, or material carried or otherwise moved by mudslide or mudflow.

However, if "flood" results in fire, explosion, or sprinkler leakage, "we" will pay for the loss or damage caused by that fire, explosion, or sprinkler leakage.

This exclusion does not apply to property while in transit if property in transit is covered under this Inland Marine Coverage Part.

b. **Flood** -- "We" do not pay for loss caused by "flood".

"We" do cover direct loss by fire, explosion, or sprinkler leakage resulting from "flood".

This exclusion does not apply to property while in transit to the extent such property is covered under this Inland Marine Coverage Part.

Text added to clarify that loss or damage caused by or resulting from "flood" is excluded.

Additional text clarifies that waterborne material carried or moved by "flood" as well as material carried or moved by mudslide or mudflow are excluded.

Editorial revision; no change in intent.

Editorial revision to clarify intent.

<p style="text-align: center;"><b>AAIS PROPOSED</b> <b>IM 7860 07 08</b></p>	<p style="text-align: center;"><b>AAIS CURRENT</b> <b>IM 7860 04 04</b></p>	<p style="text-align: center;"><b>COMMENTS</b></p>
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3. **Sewer Backup And Water Below The Surface** -- "We" do not pay for loss or damage caused by or resulting from:

- a. water that backs up, overflows or is otherwise discharged through a sewer or drain, sump or septic tank, eaves trough or downspout; or
- b. water below the surface of the ground, whether naturally or artificially occurring water, including but not limited to water that exerts pressure on or flows, seeps, or leaks through or into a covered building or structure, sidewalk, driveway, foundation, swimming pool, or other structure.

But if sewer, drain, sump, septic tank, eaves trough, or downspout backup and water below the surface results in fire, explosion, or sprinkler leakage, "we" cover the loss or damage caused by that fire, explosion, or sprinkler leakage.

This exclusion does not apply to property while in transit if property in transit is covered under this Inland Marine Coverage Part.

c. **Sewer Backup And Water Below The Surface** -- "We" do not pay for loss caused by:

- 1) water that backs up through a sewer or drain; or
- 2) water below the surface of the ground, including but not limited to water that exerts pressure on or flows, seeps, or leaks through or into a covered building or structure.

But if sewer backup and water below the surface results in fire, explosion, or sprinkler leakage, "we" cover the loss or damage caused by that fire, explosion, or sprinkler leakage.

This exclusion does not apply to property while in transit to the extent such property is covered under this Inland Marine Coverage Part.

Text added to clarify that loss or damage caused by or resulting from sewer backup is excluded.

Text included to clarify that water that overflows or is otherwise discharged is excluded in addition to water that backs up. Sumps, septic tanks, eaves trough, and downspouts are also addressed.

Clarifies that naturally or artificially occurring water below the surface of the ground is excluded.

To clarify intent, covered sidewalks, driveways, foundations, swimming pools or other structures are also addressed.

Text added to clarify that fire, explosion, or sprinkler leakage resulting from drain, sump, septic tank, eaves trough, or downspout backup is also covered.

Editorial revision to clarify intent.

**AMERICAN ASSOCIATION OF INSURANCE SERVICES  
INLAND MARINE GUIDE (TRADITIONAL NON-FILED INLAND MARINE)  
FORMS AND ENDORSEMENTS  
FILING MEMORANDUM**

The American Association of Insurance Services (AAIS) is filing a limited number of revised and new optional endorsements and schedules for the Electronic Data Processing, Motor Truck Cargo, and Transit Commercial Inland Marine classes that are traditionally considered "non-filed" (the AAIS Inland Marine Guide). In addition, AAIS is filing a limited number of revised and new optional General Endorsements that may be used with more than one Inland Marine Guide class of coverage.

The revised forms being submitted will replace the versions of these forms currently on file in your state. The new forms represent an addition to the Inland Marine Guide forms currently on file in your state.

Within this memorandum, a description of changes is provided for each revised form. Descriptions are also provided for each new form. Copies of the countrywide forms submitted for approval are enclosed with this filing. Also attached are full comparisons of all revised endorsements.

**AMERICAN ASSOCIATION OF INSURANCE SERVICES  
INLAND MARINE GUIDE (TRADITIONAL NON-FILED INLAND MARINE)  
FORMS AND ENDORSEMENTS  
FILING MEMORANDUM**

**ELECTRONIC DATA PROCESSING**

**ENDORSEMENT AND SCHEDULE**

**IM 7209 07 08, Computer Coverage - Additional Locations Schedule** (replaces IM 7209 05 01) - The limit for "Programs and Applications" and "Media" have been combined to correspond with the treatment of these limits under the IM 7201, Computer Coverage Form and corresponding schedule of coverages IM 7206.

**IM 7222 07 08, Web Site Coverage Extension Endorsement** (replaces IM 7222 10 04) - Under Property Covered - On-Site Server Coverage - Coverage, text has been added to clarify that coverage is extended under Software as described under Property Covered and Proprietary Programs and Data Records as described under Supplemental Coverages.

**MOTOR TRUCK CARGO**

**ENDORSEMENT**

**IM 7489 07 08, Scheduled Vehicle Limitation** (new) - This endorsement limits coverage to those vehicles that are specifically scheduled. A limit is shown for each scheduled vehicle.

**TRANSIT**

**ENDORSEMENT AND SCHEDULE**

**IM 7273 07 08, Transit Reporting Conditions** (new) - This endorsement is used to put the Transit coverage forms on a reporting basis.

**IM 7274 07 08, Transit Reporting Schedule** (new) - This schedule is used with the IM 7273, Transit Reporting Conditions to indicate the reporting period, adjustment period, reporting basis, rates and premium.

**AMERICAN ASSOCIATION OF INSURANCE SERVICES  
INLAND MARINE GUIDE (TRADITIONAL NON-FILED INLAND MARINE)  
FORMS AND ENDORSEMENTS  
FILING MEMORANDUM**

**GENERAL ENDORSEMENTS**

These endorsements and schedules can be attached to the coverage form of more than one class.

**ENDORSEMENTS AND SCHEDULES**

**IM 7807 07 08, Earthquake And Flood Schedule** (replaces IM 7807 04 04) - This schedule is used with the Earthquake And Flood Coverage Endorsement, IM 7857 07 08 to indicate coverages, limits, and applicable deductible amounts.

**IM 7850 12 04, Change Endorsement** (replaces IM 7850 04 04) - A section to indicate the Policy Number and Named Insured has been added.

**IM 7853 07 08, Protective Devices Endorsement** (replaces IM 7853 04 04) - For loss caused by fire, text has been added to indicate that if an automatic sprinkler system is shut off for specific reasons, and full protection can be restored within 48 hours, notification is not required.

**IM 7857 07 08, Earthquake And Flood Coverage Endorsement** (replaces IM 7857 04 04) - This endorsement provides coverage for the perils of earthquake and flood. Coverage for sewer backup is now provided in a separate endorsement, IM 7866 10 08.

**IM 7860 07 08, Earth Movement, Flood, And Sewer Backup Exclusions** (replaces IM 7860 04 04) - The definitions of Earth Movement and Flood have been updated. To further clarify intent, text has been added to the Earth Movement, Flood, and Sewer Backup exclusions.

**IM 7864 07 08, Named Storm Exclusion** (new) - This endorsement excludes loss or damage to property at selected locations caused by a named tropical windstorm or hurricane.

**IM 7865 07 08, Windstorm Or Hail Exclusion** (new) - This endorsement excludes loss or damage caused by or resulting from windstorm or hail.

**IM 7866 10 08, Sewer Backup Coverage** (new) - Sewer backup coverage, which was previously included in the IM 7857 04 04, is now available via a separate endorsement. Text has been added under the Coverage provision to clarify intent. In addition, a Coverage Limitation has been added to clarify what is not covered under this Supplemental Coverage.

**AMERICAN ASSOCIATION OF INSURANCE SERVICES  
INLAND MARINE GUIDE (TRADITIONAL NON-FILED INLAND MARINE)  
FORMS AND ENDORSEMENTS  
FILING MEMORANDUM**

**IM 7867 07 08, Reporting Conditions - Receipts, Sales, Or Other Information (new)** - This endorsement puts the policy on a receipts, sales, or other reporting basis.

**IM 7868 07 08, Reporting Conditions - Values (new)** - This endorsement puts the policy on a values reporting basis.

**IM 7905 07 08, Reporting Schedule (new)** - This schedule is used with the reporting conditions endorsements IM 7867 and IM 7868 to indicate the agreed reporting and premium adjustment periods, reports of value basis, and the rates and premiums.

ARKANSAS INSURANCE DEPARTMENT

FORM FILING ABSTRACT

**ALL QUESTIONS MUST BE ANSWERED**

Companies filing for a group may use a consolidated abstract if all forms are identical.

1. Date Filed September 12, 2008

2. Company Name(s) American Association of Insurance Services

Group Name \_\_\_\_\_ NAIC No. 99 Group No. 0000

3. (a) Annual Statement Line of Business Number (Page 14) 9.0

(b) Class of Business non-filed Inland Marine

© Coverages Affected See filing memo

4. (a) Name of Advisory Organization, if any We are the advisory organization.

(b) Affiliations with Advisory Organization: Member (  ) Subscriber (  )

5. Is this a reference filing? Yes (  ) No (  ) If yes, please provide the following:

(a) Name of Advisory Organization (or Affiliated Company) \_\_\_\_\_

(b) Date of Filing \_\_\_\_\_

© Filing Designation Number or Description \_\_\_\_\_

**PROVIDE THE INFORMATION REQUESTED ON PAGE 2 OF THIS FORM**

7. Has the form(s) been approved for use in your domiciliary state and/or other states?

No filing required.

8. Is the form filed in response to or due to legislation? If so, specify legislation.

No

9. Is the form in response to or due to recent court decisions? If so, give citation.

No

THIS INFORMATION IS CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF.



Signature

Jolanda Staten

Title

630-681-8137

Telephone Number

**Page 2 of 2**

Old Form No.	Proposed Effective Date of New Form	New Form No.	Title of the Form(s); also Indicate Withdrawals: Provide Synopsis of Coverage
IM 7209 05 01	January 1, 2009	IM 7209 07 08	Computer Coverage - Additional Locations Schedule
IM 7222 10 04	January 1, 2009	IM 7222 07 08	Web Site Coverage Extension
	January 1, 2009	IM 7489 07 08	Scheduled Vehicle Limitation
	January 1, 2009	IM 7273 07 08	Transit Reporting Conditions
	January 1, 2009	IM 7274 07 08	Transit Reporting Schedule
IM 7807 04 04	January 1, 2009	IM 7807 07 08	Earthquake and Flood Schedule
IM 7850 04 04	January 1, 2009	IM 7850 12 04	Change Endorsement
IM 7853 04 04	January 1, 2009	IM 7853 07 08	Protective Device Endorsement
IM 7857 04 04	January 1, 2009	IM 7857 07 08	Earthquake And Flood Coverage
IM 7860 04 04	January 1, 2009	IM 7860 07 08	Earth Movement, Flood, and Sewer Backup Exclusions
	January 1, 2009	IM 7864 07 08	Named Storm Exclusion
	January 1, 2009	IM 7865 07 08	Windstorm or Hail Exclusion
	January 1, 2009	IM 7866 07 08	Sewer Backup Coverage
	January 1, 2009	IM 7867 07 08	Reporting Conditions - Receipts, Sales, or Other Information

	January 1, 2009	IM 7868 07 08	Reporting Conditions - Values
	January 1, 2009	IM 7905 07 08	Reporting Schedule

*SERFF Tracking Number:*      *AMAX-125815532*                      *State:*                      *Arkansas*  
*Filing Company:*              *American Association of Insurance Services*      *State Tracking Number:*      *EFT \$500*  
*Company Tracking Number:*      *AAIS-2008-50*  
*TOI:*                      *09.0 Inland Marine*                      *Sub-TOI:*                      *09.0005 Other Commercial Inland Marine*  
*Product Name:*                      *Inland Marine Guide*  
*Project Name/Number:*              *Inland Marine Guide REV 07 08/AAIS-2008-50*

## Superseded Attachments

Please note that all items on the following pages are items, which have been replaced by a newer version. The newest version is located with the appropriate schedule on previous pages. These items are in date order with most recent first.

<b>Original Date:</b>	<b>Schedule</b>	<b>Document Name</b>	<b>Replaced Date</b>	<b>Attach Document</b>
No original date	Supporting Document	Filing Memo	09/12/2008	Filing Memo.PDF
No original date	Form	Sewer Backup Coverage	09/12/2008	IM 7866.PDF

## SEWER BACKUP COVERAGE

(The entries required to complete this endorsement  
will be shown below or on the "schedule of coverages".)

	"Limit"
The most "we" pay in any one occurrence for loss resulting from sewer backup and water below the surface is:	\$ _____

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## SUPPLEMENTAL COVERAGES

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### Sewer Backup --

1. **Coverage** -- "We" cover direct physical loss or damage to covered property caused by or resulting from:
    - a. water that backs up through a sewer or drain, sump or septic tank; or
    - b. water below the surface of the ground, including but not limited to water that exerts pressure on or flows, seeps, or leaks through or into a building or structure, sidewalk, driveway, foundation, swimming pool, or other structure.
  2. **Coverage Limitation** -- "We" do not cover loss or damage resulting from escape or overflow of water from a sump pit not equipped with a sump pump.
- 

## PERILS EXCLUSIONS

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The exclusion for Sewer Backup And Water Below The Surface still applies except to the extent that coverage is provided under this endorsement.

**AMERICAN ASSOCIATION OF INSURANCE SERVICES  
INLAND MARINE GUIDE (TRADITIONAL NON-FILED INLAND MARINE)  
FORMS AND ENDORSEMENTS  
FILING MEMORANDUM**

The American Association of Insurance Services (AAIS) is filing a limited number of revised and new optional endorsements and schedules for the Electronic Data Processing, Motor Truck Cargo, and Transit Commercial Inland Marine classes that are traditionally considered "non-filed" (the AAIS Inland Marine Guide). In addition, AAIS is filing a limited number of revised and new optional General Endorsements that may be used with more than one Inland Marine Guide class of coverage.

The revised forms being submitted will replace the versions of these forms currently on file in your state. The new forms represent an addition to the Inland Marine Guide forms currently on file in your state.

Within this memorandum, a description of changes is provided for each revised form. Descriptions are also provided for each new form. Copies of the countrywide forms submitted for approval are enclosed with this filing. Also attached are full comparisons of all revised endorsements.

**AMERICAN ASSOCIATION OF INSURANCE SERVICES  
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**ELECTRONIC DATA PROCESSING**

**ENDORSEMENT AND SCHEDULE**

**IM 7209 07 08, Computer Coverage - Additional Locations Schedule** (replaces IM 7209 05 01) - The limit for "Programs and Applications" and "Media" have been combined to correspond with the treatment of these limits under the IM 7201, Computer Coverage Form and corresponding schedule of coverages IM 7206.

**IM 7222 07 08, Web Site Coverage Extension Endorsement** (replaces IM 7222 10 04) - Under Property Covered - On-Site Server Coverage - Coverage, text has been added to clarify that coverage is extended under Software as described under Property Covered and Proprietary Programs and Data Records as described under Supplemental Coverages.

**MOTOR TRUCK CARGO**

**ENDORSEMENT**

**IM 7489 07 08, Scheduled Vehicle Limitation** (new) - This endorsement limits coverage to those vehicles that are specifically scheduled. A limit is shown for each scheduled vehicle.

**TRANSIT**

**ENDORSEMENT AND SCHEDULE**

**IM 7273 07 08, Transit Reporting Conditions** (new) - This endorsement is used to put the Transit coverage forms on a reporting basis.

**IM 7274 07 08, Transit Reporting Schedule** (new) - This schedule is used with the IM 7273, Transit Reporting Conditions to indicate the reporting period, adjustment period, reporting basis, rates and premium.

**AMERICAN ASSOCIATION OF INSURANCE SERVICES  
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**GENERAL ENDORSEMENTS**

These endorsements and schedules can be attached to the coverage form of more than one class.

**ENDORSEMENTS AND SCHEDULES**

**IM 7807 07 08, Earthquake And Flood Schedule** (replaces IM 7807 04 04) - This schedule is used with the Earthquake And Flood Coverage Endorsement, IM 7857 07 08 to indicate coverages, limits, and applicable deductible amounts.

**IM 7850 12 04, Change Endorsement** (replaces IM 7850 04 04) - A section to indicate the Policy Number and Named Insured has been added.

**IM 7853 07 08, Protective Devices Endorsement** (replaces IM 7853 04 04) - For loss caused by fire, text has been added to indicate that if an automatic sprinkler system is shut off for specific reasons, and full protection can be restored within 48 hours, notification is not required.

**IM 7857 07 08, Earthquake And Flood Coverage Endorsement** (replaces IM 7857 04 04) - This endorsement provides coverage for the perils of earthquake and flood. Coverage for sewer backup is now provided in a separate endorsement, IM 7866 07 08.

**IM 7860 07 08, Earth Movement, Flood, And Sewer Backup Exclusions** (replaces IM 7860 04 04) - The definitions of Earth Movement and Flood have been updated. To further clarify intent, text has been added to the Earth Movement, Flood, and Sewer Backup exclusions.

**IM 7864 07 08, Named Storm Exclusion** (new) - This endorsement excludes loss or damage to property at selected locations caused by a named tropical windstorm or hurricane.

**IM 7865 07 08, Windstorm Or Hail Exclusion** (new) - This endorsement excludes loss or damage caused by or resulting from windstorm or hail.

**IM 7866 07 08, Sewer Backup Coverage** (new) - Sewer backup coverage, which was previously included in the IM 7857 04 04, is now available via a separate endorsement. Text has been added to clarify that water that backs up through a sump or septic tank is covered in addition to water that backs up through a sewer or drain. Additional text has been added under Coverage - water below the surface of the ground. A Coverage Limitation has been added to clarify that loss or damage resulting from escape or overflow of water from a sump pit not equipped with a sump pump is not covered.

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**IM 7867 07 08, Reporting Conditions - Receipts, Sales, Or Other Information (new)** - This endorsement puts the policy on a receipts, sales, or other reporting basis.

**IM 7868 07 08, Reporting Conditions - Values (new)** - This endorsement puts the policy on a values reporting basis.

**IM 7905 07 08, Reporting Schedule (new)** - This schedule is used with the reporting conditions endorsements IM 7867 and IM 7868 to indicate the agreed reporting and premium adjustment periods, reports of value basis, and the rates and premiums.