

THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.

BANKS FOR COOPERATIVES AND FEDERAL INTERMEDIATE CREDIT BANKS

This endorsement modifies insurance provided under the following:

COMMERCIAL CRIME COVERAGE FORM
COMMERCIAL CRIME POLICY
EMPLOYEE THEFT AND FORGERY POLICY

applies to the Employee Theft Insuring Agreement

SAMPLE

A. Schedule*

<p>_____ Bank for Cooperatives</p> <p>Federal Intermediate Credit Bank of _____</p> <p>_____ days advance notice</p>
<p>* Information required to complete this Schedule, if not shown on this endorsement, will be shown in the Declarations.</p>

B. Provisions

1. You agree that any payment made by us because of loss covered under the terms of the Employee Theft Insuring Agreement shall be made to the Banks shown in the Schedule above, and that such payment will constitute payment to you. We agree to make any such payment to the Banks unless we receive written notice from the Banks to make payment to you.
2. We agree that if, because of any act or neglect of yours, you allow the Employee Theft Insuring Agreement to be invalidated, suspended or terminated that will not be a defense against our paying an otherwise valid claim. However, if the act or neglect causing the invalidation, suspension or termination is not discovered by the Banks for a period of two years after the occurrence of such act or neglect then we have no obligation to make payment. You agree to hold us harmless from any and all loss we may incur under the terms of this paragraph if there has been an invalidation, suspension or termination of coverage because of your act or neglect.

3. We agree that if we terminate or cancel the Employee Theft Insuring Agreement, we will give advance notice in writing to the Banks as shown in the Schedule.