



THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.

This endorsement modifies insurance provided under your Farm Policy as follows:

COVERAGE SUMMARY

This is a summary of the coverages provided by this endorsement. These coverages are subject to the provisions applicable to the Farm Property - Farm Personal Property Coverage Form (FP 00 13), Farm Property - Barns, Outbuildings And Other Farm Structures Coverage Form (FP 00 14), Mobile Agricultural Machinery And Equipment Coverage Form (FP 00 30), Livestock Coverage Form (FP 00 40), Farm Property - Other Farm Provisions Form - Additional Coverages, Conditions, Definitions (FP 00 90), Causes Of Loss - Farm Property (FP 10 60), Common Policy Conditions (IL 00 17), and Mutual Policy Conditions (M2432).

Table listing coverage items and their corresponding page numbers, such as 'Accounts Receivable' on page 1 and 'Replacement Cost Coverage E Scheduled Machinery And Equipment' on page 10.

1. Accounts Receivable

A. COVERAGE

1. We will pay:

- a. All amounts due from your customers that you are unable to collect;
b. Interest charges on any loan required to offset amounts you are unable to collect pending our payment of these amounts;
c. Collection expenses in excess of your normal collection expenses that are made necessary by loss or damage; and
d. Other reasonable expenses that you incur to re-establish your records of accounts receivable;

that result from direct physical loss or damage by any Covered Causes of Loss to your records of accounts receivable.

2. Property Not Covered

Covered property does not include contraband, or property in the course of illegal transportation or trade.

3. Covered Causes of Loss

Covered Causes of Loss means RISKS OF DIRECT PHYSICAL LOSS to your records of accounts receivable except those causes of loss listed in the Exclusions.

4. Additional Coverage - Collapse

We will pay for loss or damage caused by or resulting from risks of direct physical loss involving collapse of a building or any part of a building caused only by one or more of the following:

- a. Fire; lightning; explosion; windstorm or hail; smoke; aircraft or vehicles; riot or civil commotion; vandalism; leakage from fire extinguishing equipment; sinkhole collapse; volcanic action; falling objects; weight of snow, ice or sleet; water damage; breakage of building glass.

(1) Falling objects does not include loss or damage to:

- (a) Property in the open; or
(b) Property inside a building or structure, unless the roof or an outside wall of the building or structure is first damaged by a falling object.

(2) Water damage means accidental discharge or leakage of water or steam as the direct result of the breaking or cracking of any part of a system or appliance containing water or steam.

- b. Hidden decay;
- c. Hidden insect or vermin damage;
- d. Weight of people or personal property;
- e. Weight of rain that collects on a roof;
- f. Use of defective material or methods in construction, remodeling or renovation if the collapse occurs during the course of the construction, remodeling or renovation.

Collapse does not include settling, cracking, shrinkage, bulging or expansion.

5. Coverage Extension
Removal

If you give us written notice within 10 days of removal of your records of accounts receivable because of imminent danger of loss or damage, we will pay for loss or damage while they are:

- a. At a safe place away from the "insured location";
- b. Being taken to and returned from that place.

This Coverage Extension is included within the Limit of Insurance applicable to the premises from which the Covered Property is removed.

B. EXCLUSIONS

- 1. Paragraph E. – Exclusions, of FP 10 60 – CAUSES OF LOSS FORM – FARM PROPERTY, does not apply to this coverage, except for:
 - a. Paragraph E.3. – Governmental Action;
 - b. Paragraph E.5. – Nuclear Hazard; and
 - c. Paragraph E.8. – War and Military Action;
- 2. We will not pay for loss or damage caused by or resulting from any of the following:
 - a. Dishonest acts by you, anyone else with an interest in the property, or your or their employees or authorized representatives, or anyone entrusted with the property, whether or not acting alone or in collusion with other persons or occurring during the hours of employment.

But this exclusion does not apply to a carrier for hire.

- b. Alteration, falsification, concealment or destruction of records of accounts receivable done to conceal the wrongful giving, taking or withholding of "money", "securities" or other property.

This exclusion applies only to the extent of the wrongful giving, taking or withholding.

- c. Bookkeeping, accounting or billing errors or omissions.
- d. Electrical or magnetic injury, disturbance or erasure of electronic recordings. But we will pay for direct loss or damage caused by lightning.
- e. Voluntary parting with any property by you or anyone entrusted with the property if induced to do so by any fraudulent scheme, trick, device or false pretense.
- f. Unauthorized instructions to transfer property to any person or to any place.

- 3. We will not pay for loss or damage that required any audit of records or any inventory computation to prove its factual existence.
- 4. We will not pay for loss or damage caused by or resulting from any of the following. But if loss or damage by a Covered Cause of Loss results, we will pay for that resulting loss or damage.
 - a. Weather conditions. But this exclusion only applies if weather conditions initiate or set in motion a cause or event excluded in paragraph 1.a., 1.b. or 1.c. above to produce the loss or damage.
 - b. Acts or decisions, including the failure to act or decide, of any person, group, organization or governmental body.
 - c. Faulty, inadequate or defective:
 - (1) Planning, zoning, development, surveying, siting;
 - (2) Design, specifications, workmanship, repair, construction, renovation, remodeling, grading, compaction;
 - (3) Materials used in repair, construction, renovation or remodeling; or
 - (4) Maintenance; of part or all of any property on or off the "insured location".

C. LIMIT OF INSURANCE

The most we will pay for loss or damage for accounts receivable at the "insured location" in any one occurrence is \$25,000.

For accounts receivable not at the "insured location", the most we will pay is \$2,500.

D. ADDITIONAL CONDITIONS

The following is added to paragraph B.6. – Loss Payment of FP 00 90 – FARM PROPERTY – OTHER FARM PROVISIONS FORM – ADDITIONAL COVERAGES, CONDITIONS, DEFINITIONS

- a. If you cannot accurately establish the amount of accounts receivable outstanding as of the time of loss or damage, the following method will be used:
 - (1) Determine the total of the average monthly amounts of accounts receivable for the 12 months immediately preceding the month in which the loss or damage occurs; and
 - (2) Adjust that total for any normal fluctuations in the amount of accounts receivable for the month in which the loss or damage occurred or for any demonstrated variance from the average for that month.
- b. The following will be deducted from the total amount of accounts receivable, however that amount is established:
 - (1) The amount of the accounts for which there is no loss or damage;
 - (2) The amount of the accounts that you are able to re-establish or collect;
 - (3) An amount to allow for probable bad debts that you are normally unable to collect; and
 - (4) All unearned interest and service charges.

E. DEDUCTIBLE

We will not pay for loss or damage in any one occurrence until the amount of the adjusted loss or damage before applying the applicable limit of insurance exceeds the deductible shown in the FARM PROPERTY COVERAGE FORM DECLARATIONS. We will then pay the amount of the adjusted loss or damage in excess of the deductible, up to the limit of insurance.

2. **Additional Machinery, Vehicles And Equipment Newly Acquired**

SECTION II, Coverage Extension D of form FP 00 13 - FARM PROPERTY – FARM PERSONAL PROPERTY COVERAGE FORM is replaced by the following:

Additional Machinery, Vehicles And Equipment Newly Acquired

This Coverage Extension applies to Coverage E.

1. Coverage on such items of farm equipment, machinery and vehicles such as tractors, combines, harvesters, corn pickers and hay balers, will extend to apply to newly acquired additional farm equipment, machinery and vehicles.
2. The most we will pay under this Coverage Extension is \$500,000 for loss of or damage to all such Newly Acquired Additional Farm Equipment, Machinery and Vehicles. This \$500,000 Limit is part of, not in addition to, the applicable Limit of Insurance.
3. When values for Newly Acquired Additional Farm Equipment, Machinery and Vehicles are reported under this Coverage Extension, additional premium for these values will be due and payable from the date of purchase.
4. None of the following is covered under this Coverage Extension:
 - a. Automobiles, trucks, motorcycles, motorized bicycles or tricycles, mopeds, dirt bikes, pocket bikes, snowmobiles; four-wheel all-terrain vehicles; mobile homes or house trailers; vehicles primarily designed and licensed for road use (other than farm wagons and farm trailers); watercraft, aircraft; or their equipment, tires or parts;
 - b. Liquefied petroleum or manufactured gas or fuel, or their containers;
 - c. Brooders, fences, windchargers, windmills or their towers; or
 - d. Any farm equipment, machinery, or vehicles purchased as replacements of equipment, machinery, vehicles or equipment specifically described in the Declarations.
5. This Coverage Extension will end:
 - a. 60 days after the date of acquisition of the additional item; or
 - b. When this policy expires; whichever comes first.
6. Newly Acquired Additional Farm Equipment, Machinery and Vehicles are covered under this Coverage Extension only to the extent that they are not covered under another Coverage or Coverage Form of this or any other policy of the "insured".
7. In no event will we pay more than the actual cash value at the time of the loss.

The deductible applicable under the Farm Property – Other Provisions Form – Additional Coverages, Conditions, Definitions form applies to this coverage.

3. **Arson Reward**

The Company will pay an additional amount of \$2,500 as a reward for information leading to an arson conviction for damage to covered property. No deductible applies to this additional coverage.

4. **Animal Feed**

Regardless of whether or not coverage has been provided under Coverage E or Coverage F of the FARM PROPERTY – FARM PERSONAL PROPERTY COVERAGE FORM, animal feed is added as Covered Property. The most we will pay under this extension of coverage is \$5,000 during any annual policy period. The limit provided by this coverage extension is in addition to any coverage scheduled under Coverage E.

The deductible applicable under the Farm Property – Other Provisions Form – Additional Coverages, Conditions, Definitions form applies to this coverage.

5. **Brands And Labels**

The following is added to the Loss Payment Conditions of the policy:

If branded or labeled merchandise that is Covered Property is damaged by a Covered Cause of Loss, we may take all or any part of the property at an agreed or appraised value. If so, you may, at your own expense:

- A. Stamp "salvage" on the merchandise or its containers, if the stamp will not physically damage the merchandise; or
- B. Remove the brands or labels, if doing so will not physically damage the merchandise. You must re-label the merchandise or its containers to comply with the law.

No Deductible applies to this coverage.

6. **Electronic Data Processing Media Extra Expense**

We will pay your necessary extra expense to continue normal operations following loss or damage to your electronic data processing media from a Covered Cause of Loss. The most we will pay under this Extension is \$10,000 in any one occurrence.

The deductible specified in the FARM PROPERTY COVERAGE FORM DECLARATIONS applies to this coverage.

7. **Errors And Omissions In Describing A Premises Or Location**

The following is added to the Loss Payment Conditions of the policy:

The Insured will not be penalized because of any unintentional error or omission the Insured may make in listing or describing a premises or location to be covered under this policy.

The deductible that applies to the property in question applies to this coverage.

8. **Farm Equipment Borrowed Or Rented Without A Written Contract**

A. **Additional Coverage**

If a Limit of Insurance is shown in the Declarations for farm machinery, vehicles and equipment under Farm Personal Property of the FARM PROPERTY – FARM PERSONAL PROPERTY COVERAGE FORM, or for "mobile agricultural machinery and equipment" of the MOBILE AGRICULTURAL MACHINERY AND EQUIPMENT COVERAGE FORM, the following Additional Coverage is provided under this policy:

We will pay up to \$100,000 for farm machinery, vehicles and equipment that you borrow or rent without a written contract, as described and limited in **A.1.i.** of Covered Property of the FARM PROPERTY – FARM PERSONAL PROPERTY COVERAGE FORM, or **A.1.b.** of Covered Property of the MOBILE AGRICULTURAL MACHINERY AND EQUIPMENT FORM. This limit is additional insurance.

This Additional Coverage will end:

- 1. When this policy expires; or
- 2. 60 days after the machinery, vehicle or equipment is borrowed or rented; whichever comes first.

If the policy is renewed within the 60 day period, coverage will continue into the succeeding policy term until the initial 60 days is concluded.

B. **Covered Causes Of Loss**

The Covered Causes of Loss for the coverage provided under this endorsement are those applicable to the "insured's" Farm Personal Property or "mobile agricultural machinery and equipment" as indicated in the Declarations. If two or more Causes of Loss entries appear in the Declarations for covered Farm Personal Property or "mobile agricultural machinery and equipment", the broadest Causes of Loss category will apply to the coverage provided under this endorsement.

C. **Other Insurance**

The Other Insurance and Service Agreement Conditions in the FARM PROPERTY – OTHER FARM PROVISIONS FORM – ADDITIONAL COVERAGES, CONDITIONS, DEFINITIONS and MOBILE AGRICULTURAL MACHINERY AND EQUIPMENT COVERAGE FORM, are replaced by the following with respect to the coverage provided under this endorsement:

- 1. If you have other insurance under another Coverage Form of this policy or any other policy, property covered under this endorsement is covered only to the extent that it is not covered under such other insurance.

2. If the owner of the property has insurance covering the same loss or damage to the property covered under this endorsement, the insurance provided by this endorsement is primary.

D. Actual Cash Value

In no event will we pay more than the actual cash value at the time of the loss.

E. Deductible

The deductible applicable to farm machinery, vehicles and equipment under Farm Personal Property of the FARM PROPERTY – FARM PERSONAL PROPERTY COVERAGE FORM, or for "mobile agricultural machinery and equipment" of the MOBILE AGRICULTURAL MACHINERY AND EQUIPMENT COVERAGE FORM applies to this additional coverage.

9. Fire Department Service Charge and Replacement of Fire Extinguishing Materials

Policy Conditions relating to Fire Department Service Charges are replaced by the following:

- A. When a fire department is called to save or protect Covered Property from a Covered Cause of Loss, we will pay up to \$10,000 for your liability for fire department service charges:
 1. Assumed by contract or agreement prior to loss; or
 2. Required by local ordinance.
- B. The Company will pay the cost of foam solutions, dry chemicals, halon or other fire extinguishing materials to recharge Fire Extinguishers which have been lost, expended, damaged, or destroyed when caused by or resulting from a Covered Cause of Loss at the premises described in the Declarations or adjacent to such property.
- C. No deductible applies to this coverage.

10. Hay in Stacks in the Open or in Buildings

The Special Limits Of Insurance under Coverage E, Paragraph A.3.a. in SECTION I – COVERAGES of the FP 00 13 FARM PROPERTY – FARM PERSONAL PROPERTY COVERAGE FORM is replaced with the following:

- a. Coverage E hay must be scheduled for this coverage to apply.
 - (1) If no specific stack limit is shown in the Declaration for hay, straw or fodder in the open, the Limit will be \$100,000 on any one stack; or
 - (2) If a specific stack limit is shown in the Declarations for hay, straw, or fodder in the open, an additional Limit of \$100,000 on any one stack shall apply; or
 - (3) If hay in buildings is scheduled, an additional Limit of \$100,000 for scheduled hay shall apply.

The most we will pay for loss or damage under this coverage extension is \$100,000 per any one policy period.

The deductible applicable to Coverage E hay applies to this coverage extension.

11. Inventory And Appraisal Cost

- A. We will pay for the cost of any inventory or appraisal required by Property Loss Payment Conditions of the policy that is a result of direct physical loss or damage to covered property caused by or resulting from a Covered Cause of Loss.
- B. The most the Company will pay for this additional coverage is \$2,500.
- C. No deductible applies to this additional coverage.

12. Livestock

The Special Limits Of Insurance under Coverage E, Paragraph A.3.d. in SECTION I – COVERAGES of the FP 00 13 FARM PROPERTY – FARM PERSONAL PROPERTY COVERAGE FORM is replaced with the following:

- d. Coverage E "livestock" must be scheduled for this coverage to apply.
 - (1) The most we will pay for loss of or damage to any one head of "livestock" (other than animals individually described and specifically covered under this coverage) is the least of the following amounts:
 - (a) 120% of the amount obtained by dividing the total insurance on the class and type of animal involved by the number of head of that class and type owned by you as of the time of loss;
 - (b) The actual cash value of the animal destroyed or damaged; or
 - (c) \$5,000.

Each horse, mule or head of cattle under one year of age as of time of loss will be counted as 1/2 head.
 - (2) If a different per head of "livestock" limit is shown in the Declarations, we will pay an additional \$5,000 to the per head "livestock" limit shown in the Declarations.
 - (3) The deductible applicable to Coverage E "livestock" applies to this coverage extension.

13. Mechanical Breakdown Of Computer Equipment

- A. Computer Equipment

The Company will pay for direct physical loss or damage to covered computer equipment inside the Insured's building for:

 1. Mechanical breakdown or machinery breakdown;

2. Short circuit, blow-out, or other electrical damage to electrical equipment, apparatus, or devices, including wiring.

B. Data or Media

The Company will pay for direct physical loss or damage to the Insured's data or media caused when the Insured's computer equipment mechanically breaks down or malfunctions while data is being run through the system. The Company will pay for direct physical loss or damage to the Insured's data or media caused by electrical or magnetic injury, disturbance, or erasure of electronic recordings provided that the damage occurs inside the Insured's building.

C. Coverage Restriction

The Company will not pay for loss or damage caused by any change in the Insured's electric power supply, such as interruption, power surge, or brown out, if the change originates more than 100 feet from the building containing the Insured's computer equipment.

D. Limit Of Insurance

The most the Company will pay for loss or damage in any one occurrence is \$10,000.

E. Deductible

The deductible applicable under the Farm Property – Other Provisions Form – Additional Coverages, Conditions, Definitions form applies to this coverage.

14. Newly Acquired Or Constructed Property

The following is added to COVERAGE **EXTENSIONS** of FP 00 12 – FARM PROPERTY – FARM DWELLINGS, APPURTENANT STRUCTURES AND HOUSEHOLD PERSONAL PROPERTY COVERAGE FORM

This Coverage Extension applies to Coverages A, B and C.

A. You may extend the insurance that applies to "dwellings" and other private structures appurtenant to "dwellings" to apply to:

1. Your new buildings while being built on the "insured location"; and
2. Buildings you acquire at locations, other than the "insured location", intended for:
 - a. Similar use as the building described in the Declarations.

The most we will pay for loss or damage under this Extension is 25% of the Limit of Insurance for Building shown in the Declarations, but not more than \$1,000,000.

B. You may extend the insurance that applies to Household Personal Property to apply to that property at any location you acquire other than at fairs or exhibitions.

The most we will pay for loss or damage under this Extension is 10% of the Limit of Insurance for Your Household Personal Property shown in the Declarations, but not more than \$500,000 at each building.

C. Insurance under this Extension for each newly acquired or constructed property will end when any of the following first occurs:

1. This policy expires.
2. 90 days expire after you acquire or begin to construct the property; or
3. You report values to us.

We will charge you additional premium for values reported from the date construction begins, or the date you acquire the property.

D. If you have two or more policies in force with us which provide this same coverage extension, the Limit of Insurance will be the limit which provides the highest amount of coverage to you, but in no case shall the coverage extension from more than one policy apply.

E. The deductible applicable to FP 00 12 of the policy applies to this coverage.

15. Outdoor Unattached Signs

A. We will pay for direct physical loss of or damage to all outdoor signs not attached to buildings at the "insured location":

1. Owned by you; or
2. Owned by others but in your care, custody or control.

B. Paragraph E. – Exclusions, of FP 10 60 – CAUSES OF LOSS FORM – FARM PROPERTY, does not apply to this coverage, except for:

- a. Paragraph E.3. - Governmental Action;
- b. Paragraph E.5. - Nuclear Hazard; and
- c. Paragraph E.8. - War and Military Action;

C. We will not pay for loss or damage caused by or resulting from:

1. Wear and tear,
2. Hidden or latent defect;
3. Rust;
4. Corrosion; or
5. Mechanical breakdown.

D. The most we will pay for loss or damage in any one occurrence is \$10,000.

E. In no event will we pay more than the actual cash value at the time of the loss.

F. The deductible applicable to FP 00 12 of the policy applies to this coverage.

16. Personal Property of Others

The following is added to Additional Coverages of FP 00 90 – FARM PROPERTY – OTHER FARM PROVISIONS FORM – ADDITIONAL COVERAGES, CONDITIONS, DEFINITIONS.

We will pay for direct physical loss of or damage to property of others that is in your care, custody or control, but for which you are not legally liable, up to a limit of \$10,000.

The deductible applicable FP 00 90 – FARM PROPERTY – OTHER FARM PROVISIONS FORM – ADDITIONAL COVERAGES, CONDITIONS, DEFINITIONS applies to this coverage.

17. Replacement Machinery, Vehicles and Equipment Newly Purchased

SECTION II, Coverage Extension C of form FP 00 13 – FARM PROPERTY – FARM PERSONAL PROPERTY COVERAGE FORM is replaced by the following:

Replacement Machinery, Vehicles and Equipment Newly Purchased

This Coverage Extension applies to Coverage E.

A Special Limit of Insurance equal to \$500,000 plus the corresponding limit specified in the Declarations for individually scheduled items of Farm Machinery, Vehicles and Equipment applies to any item of property purchased as a replacement of such machinery, vehicle or equipment.

The additional \$500,000 coverage will end:

1. 60 days after the date of purchase of the replacement item; or
 2. When this policy expires;
- whichever comes first.

In no event will we pay more than the actual cash value as of the time of loss.

When values for Newly Purchased Replacement, Machinery Vehicles and Equipment are reported under this Coverage Extension, additional premium for these values will be due and payable from the date of purchase.

A newly purchased vehicle or item of machinery or equipment is covered under this Coverage Extension only to the extent that it is not covered under another Coverage or Coverage Form of this or any other policy of the "insured".

The deductible applicable under the FP 00 90 - FARM PROPERTY – OTHER PROVISIONS FORM – ADDITIONAL COVERAGES, CONDITIONS, DEFINITIONS applies to this coverage.

18. Valuable Papers and Records and Electronic Media and Records

A. Coverage

The Company will pay for direct physical loss or damage to Covered Property from any of the Covered Causes of Loss.

1. Covered Property

a. Valuable Papers and Records

Covered Property means the following type of property that is the Insured's property or property of others in the Insured's care, custody or control; Valuable papers and records, meaning inscribed, printed or written:

- (1) Documents;
- (2) Manuscripts; and
- (3) Records;

including abstracts, books, deeds, drawings, films, maps, or mortgages. But valuable papers and records does not mean:

- (4) "Money" or "Securities";
- (5) Converted Data;
- (6) Programs or instructions used in the Insured's data processing operations, including the materials on which the data is recorded.

b. Electronic Media and Records

Covered Property means the following type of property that is the Insured's property or property of others in the Insured's care, custody or control;

- (1) Electronic data processing, recording or storage media such as films, tapes, discs, drums or cells;
- (2) Data stored on such media; and
- (3) Programming records used for electronic data processing or electronically controlled equipment.

2. Property Not Covered

Covered Property does not include:

- a. Property held as samples or for delivery after sale;
- b. Property in storage away from the "insured location"; or
- c. Contraband, or property in the course of illegal transportation or trade.

3. Covered Causes of Loss

Covered Causes of Loss means RISKS OF DIRECT PHYSICAL LOSS to Covered Property except those causes of loss listed in the Exclusions.

4. Additional Coverage - Collapse:

The Company will pay for loss or damage caused by or resulting from risks of direct physical loss involving collapse of a building or any part of a building caused by one or more of the following:

- a. Fire, lightning, explosion, windstorm or hail, smoke, aircraft or vehicles, riot or civil commotion, vandalism, leakage from fire extinguishing equipment, sinkhole collapse, volcanic action, falling objects, weight of snow, ice or sleet, water damage, breakage of building glass, all only as insured against in this policy.

(1) Falling objects does not include loss or damage to:

- (a) Property in the open; or
- (b) Property inside a building or structure, unless the roof or an outside wall of the building or structure is first damaged by a falling object.

(2) Water damage means accidental discharge or leakage of water or steam as the direct result of the breaking or cracking of any part of a system or appliance containing water or steam.

- b. Hidden decay;
- c. Hidden insect or vermin damage;
- d. Weight of people or personal property;
- e. Weight of rain that collects on a roof;
- f. Use of defective material or methods in construction, remodeling or renovation if the collapse occurs during the course of the construction, remodeling or renovation.

Collapse does not include settling, cracking, shrinkage, bulging or expansion.

5. Coverage Extension

Removal

If the Insured gives the Company written notice within 10 days of removal of Covered Property because of imminent danger of loss or damage, the Company will pay for loss or damage while it is:

- a. At a safe place away from the "insured location"; or
- b. Being taken to and returned from that place.

This Coverage Extension is included within the Limits of Insurance applicable to the premises from which the Covered Property is removed.

B. Exclusions

The Company will not pay for loss or damage caused by or resulting from any of the following:

- 1. Seizure or destruction of property by order of governmental authority.

But the Company will pay for acts of destruction ordered by governmental authority and taken at the time of a fire to prevent its spread, if the fire would be covered under this policy.

- 2. Nuclear reaction or radiation, or radioactive contamination, however caused.

But if loss or damage by fire results, the Company will pay for that resulting loss or damage.

- 3. War, including undeclared or civil war, warlike action by a military force, including action in hindering or defending against an actual or expected attack, by any government, sovereign or other authority using military personnel or other agents, or insurrection, rebellion, revolution, usurped power, or action taken by governmental authority in hindering or defending against any of these.

- 4. Dishonest acts by:

- a. the Insured or the Insured's employees or authorized representatives;
- b. anyone else with an interest in the property, or their employees or authorized representatives; or
- c. anyone entrusted with the property, whether or not acting alone or in collusion with other persons or occurring during the hours of employment.

But this exclusion does not apply to a carrier for hire.

- 5. Alteration, falsification, concealment or destruction of records of accounts receivable done to conceal the wrongful giving, taking or withholding of money, securities or other property.
This exclusion applies only to the extent of the wrongful giving, taking or withholding.
- 6. Bookkeeping, accounting or billing errors or omissions.
- 7. Electrical or magnetic injury, disturbance or erasure of electronic recordings. But the Company will pay for direct loss or damage caused by lightning.
- 8. Voluntary parting with any property by the Insured or anyone entrusted with the property if induced to do so by any fraudulent scheme, trick, device or false pretense.
- 9. Unauthorized instructions to transfer property to any person or to any place.
- 10. The Company will not pay for loss or damage that required any audit of records or any inventory computation to prove its factual existence.

11. The Company will not pay for loss or damage caused by or resulting from any of the following. But if loss or damage by a Covered Cause of Loss results, the Company will pay for that resulting loss or damage.

- a. Weather conditions. But this exclusion only applies if weather conditions initiate or set in motion a cause or event excluded in paragraph 1., 2., or 3., above to produce the loss or damage.
- b. Acts or decisions, including the failure to act or decide, of any person, group, organization or governmental body.
- c. Faulty, inadequate or defective:
 - (1) Planning, zoning, development, surveying, siting;
 - (2) Design, specifications, workmanship, repair, construction, renovation, remodeling, grading, compaction;
 - (3) Materials used in repair, construction, renovation or remodeling; or
 - (4) Maintenance;of part or all of any property on or off the "insured location".

C. Limit of Insurance

1. The most the Company will pay for loss or damage to Valuable Papers and Records (other than electronic media and records) at the "insured location" in any one occurrence is \$25,000.

For Valuable Papers and Records (other than electronic media and records) not at the "insured location", the most the Company will pay is \$2,500.

2. The most the Company will pay for loss or damage to Electronic Media and Records at the "insured location" in any one occurrence is \$10,000.

For Electronic Media and Records not at the "insured location", the most the Company will pay is \$1,000.

If the Named Insured is a sole proprietor, the most the Company will pay for Electronic Media and Records at the Named Insured's place of residence is \$1,000.

D. Property Loss Conditions

The following is added to the Loss Payment Conditions of the policy:

1. The Company will determine the value of Valuable Papers and Records, including those which exist on electronic or magnetic media (other than prepackaged software programs), at the cost of:

- a. Blank materials for reproducing the records; and
 - b. Labor to transcribe or copy the records.
- This Loss Condition does not apply to Valuable Papers and Records, or data or programming records, that are actually replaced or restored.

E. Definitions Applicable To This Coverage

1. "Money" means:

- a. Currency, coins and bank notes whether or not in current use; and
- b. Travelers checks, register checks and money orders held for sale to the public.

2. "Securities" means negotiable and non-negotiable instruments or contracts representing either money or other property and includes:

- a. Tokens, tickets, revenue and other stamps whether or not in current use; and
- b. Evidences of debt issued in connection with credit or charge cards, which are not of the Insured's own issue; but does not include money.

F. DEDUCTIBLE

We will not pay for loss or damage in any one occurrence until the amount of the adjusted loss or damage before applying the applicable limit of insurance exceeds the deductible shown in the FARM PROPERTY COVERAGE FORM DECLARATIONS. We will then pay the amount of the adjusted loss or damage in excess of the deductible, up to the limit of insurance.

19. Extra Expense

We will pay for the actual and necessary expenses you incur to resume normal farming operations interrupted as the result of direct physical loss of or damage to Covered Property by a Covered Cause of Loss.

The most we will pay under this coverage during any annual policy period is \$5,000 unless a different limit for this type of property is shown in the declarations. If a different limit is shown in the declarations, this \$5,000 is in addition to the limit shown.

Coverage for such extra expense is not limited by the expiration of this policy. But, we will not pay extra expense you incur after the period required for repair, rebuilding or replacement of Covered Property.

Extra Expense coverage does not include loss caused by or resulting from the enforcement of any ordinance or law which requires any "insured" or others to test for, monitor, clean up, remove, contain, treat, detoxify, neutralize, or in any way respond to, or assess the effects of, "pollutants".

No deductible applies to this coverage.

20. Farm Personal Property in Transit

You may extend the insurance that applies to Farm Personal Property to apply to Farm Personal Property covered in FP 0013, while the property is in the course of transit; temporarily at a premises you do not own, lease or operate; or at the Named Insured's place of residence.

The most we will pay for loss or damage under this Extension is \$25,000.

The deductible applicable under the Farm Property – Other Provisions Form – Additional Coverages, Conditions, Definitions form applies to this coverage.

21. Additional Acquired Property "Mobile Agricultural Machinery and Equipment"

Section A, Coverage 5. Coverage Extension from FP 00 30 Mobile Agricultural Machinery and Equipment Coverage Form is amended as follows:

Paragraph 5.a. Additional Acquired Property – Newly Purchased is replaced by the following:

- a. Additional Acquired Property – Newly Purchased
 - (1) If this Coverage Form covers property specifically declared and described in the Declarations and if during the policy period you acquire additional newly purchased "mobile agricultural machinery and equipment", we will cover such property.
 - (2) The most we will pay under this Coverage Extension is \$500,000 for loss of or damage to all such "mobile agricultural machinery and equipment". This \$500,000 limit is part of, not in addition to, the applicable Limit of Insurance.
 - (3) When values for Newly Purchased "mobile agricultural machinery and equipment" are reported under this Coverage Extension, additional premium for these values will be due and payable from the date of purchase.
 - (4) Any "mobile agricultural machinery and equipment" purchased as replacements of such property are not covered by this Coverage Extension.
 - (5) This Coverage Extension will end:
 - (a) 60 days after the date of acquisition of the additional item; or

- (b) When this policy expires; whichever comes first.

A newly purchased item of "mobile agricultural machinery or equipment" is covered under this Coverage Extension only to the extent that it is not covered under another Coverage Part or under any other policy of the "insured".

Paragraph 5.b. Additional Acquired Property – Replacement is replaced by the following:

- b. Additional Acquired Property – Replacement
A Special Limit of Insurance equal to \$500,000 plus the corresponding limit shown in the Declarations for individually declared and described items of "mobile agricultural machinery and equipment" applies to any item of property purchased as a replacement of such machinery, vehicle or equipment.

We will determine the value of such a replacement item in the event of loss or damage at actual cash value as of time of loss.

The additional \$500,000 coverage will end:

- (1) 60 days after the date of purchase of the replacement item; or
- (2) When this policy expires; whichever comes first.

A replacement item of "mobile agricultural machinery or equipment" is covered under this Coverage Extension only to the extent that it is not covered under another Coverage Part or under any other policy of the "insured".

In no event will we pay more than the actual cash value at the time of the loss.

The deductible applicable under the Farm Property – Other Provisions Form – Additional Coverages, Conditions, Definitions form applies to this coverage.

22. Replacement Cost – Coverage E Scheduled Machinery and Equipment

FP 00 13 FARM PERSONAL PROPERTY COVERAGE FORM is amended as follows:

- A. The **Valuation** Loss Condition of Coverage E is replaced by the following:

4. Valuation

- a. In the event of loss or damage to an item of Coverage E scheduled machinery and equipment described in the Declarations, we will determine the value of that item on the basis of replacement cost without deduction for depreciation.

- b. The Limit of Insurance for each Coverage E scheduled machinery and equipment item must equal at least 80% of its full replacement cost as of the time of loss or damage.

The most we will pay in any one occurrence is the least of:

- (1) The amount actually and necessarily spent to repair or replace that item; or
- (2) The Limit Of Insurance shown in the Declarations for that item.

- c. If the Limit of Insurance for any destroyed or damaged Coverage E scheduled machinery and equipment item is less than 80% of its full replacement cost as of the time of loss, we will settle on the basis of Paragraph c.(1) or c.(2), whichever gives the higher amount:

- (1) The actual cash value, as of the time of loss, of that item; or
- (2) A proportion of the cost to repair or replace that item, without deduction for depreciation. This proportion will equal the ratio of the applicable Limit of Insurance to 80% of the cost of repairing or replacing that item.

However, we will not pay more than the Limit of Insurance applicable to that item.

- d. If your loss qualifies for payment on a replacement cost basis, but the cost of repair or replacement is more than \$1,000, the only basis on which we will settle pending completion of repair or replacement is actual cash value as of time of loss.

In case of such a loss, you can make an initial claim for payment on an actual cash value basis, and later make a supplementary claim for replacement cost payment. If you elect to exercise this option, you must notify us of your intention in writing within 180 days of the occurrence of the loss.

- e. For any Coverage E scheduled machinery and equipment item that you elect not to repair or replace, the value will be the least of the following:

- (1) Actual cash value of that item;
- (2) Cost of reasonably restoring that item to its condition immediately before the loss or damage; or
- (3) Cost of replacing that item with a functionally equivalent item.

B. The following are added to Coverage E Property Not Covered:

- f. Any Coverage E scheduled machinery and equipment item that is over ten model years old;
- g. Any battery, tire, filter, belt, chain or canvas that is part of any Coverage E scheduled machinery and equipment item; and
- h. Property covered under SECTION II Coverage Extensions, Paragraph C. Replacement Machinery, Vehicles And Equipment Newly Purchased and Paragraph D. Additional Machinery, Vehicles and Equipment Newly Purchased.