

Effective date of this Endorsement:

This Endorsement is attached to and forms a part of Policy Number:

Beazley Insurance Company, Inc. Referred to in this endorsement as either the "Insurer" or the "Underwriters"

MARYLAND AMENDATORY ENDORSEMENT TO POLICY TERMS AND CONDITIONS

This endorsement modifies insurance provided under the following:

1. The last sentence of Clause X. **GENERAL CONDITIONS** C. Cancellation/Nonrenewal 2. is deleted and replaced with the following:

Underwriters may cancel this policy for one of the following reasons:

- (a) nonpayment of premium;
- (b) a material misrepresentation or fraud in connection with the application, policy, or presentation of a claim;
- (c) a change in the condition of the risk that results in an increase in the hazard insured against; or
- (d) a matter or issue related to the risk that constitutes a threat to public safety.

If the Underwriters cancel this Policy for the reasons set forth in (b), (c), or (d) above, the Underwriters shall mail written notice of cancellation by certificate of mailing to the Named Insured stating when, not less than forty-five (45) days thereafter, such cancellation shall be effective. However, if the Underwriters cancel this Policy for the reason set forth in (a) above, the Underwriters shall mail written notice of cancellation by certificate of mailing to the Named Insured stating when, not less than ten (10) days thereafter, such cancellation shall be effective. The notice of cancellation shall state the reason for cancellation. The mailing of such notice by certificate of mailing shall be sufficient notice and the effective date of cancellation stated in the notice shall become the end of the **Policy Period**.

2. Clause X. **GENERAL CONDITIONS** C. Cancellation/Nonrenewal 3. is amended to add the following:

The customary short rate return premium shall be calculated by multiplying the pro rata unearned premium by ninety percent (90%). If this Policy is financed by a premium finance company, and the Underwriters, the premium finance company or the Named Insured cancels the Policy, the Underwriters shall return any gross unearned premiums that are due under the Policy, computed pro rata, and excluding any expense constant, administrative fee or nonrefundable charge filed with and approved by the Insurance Commissioner, to the premium finance company no later than forty five (45) days after:

- (a) receipt by the Underwriters of a notice of cancellation from the premium finance company or the insured;
- (b) the date the Underwriters cancel the insurance contract; or

(c) completion of any payroll audit as necessary to determine the amount of premium earned while the insurance contract was in force.

3. Clause X. **GENERAL CONDITIONS C. Cancellation/Nonrenewal** 4. is amended to add the following:

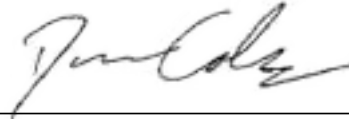
The notice of nonrenewal shall be sent to the **Named Insured** by certificate of mailing or by commercial mail delivery service.

4. Clause XI. **OPTIONAL EXTENSION PERIOD A.** is amended to add the following at the end of this section:

The **Optional Extension Period** offered by the Underwriters pursuant to Clause XI. shall include an offer of an **Optional Extension Period** for an unlimited duration. In addition to this offer, the Underwriters shall offer an **Optional Extension Period** for a lesser duration.

The regulatory requirements set forth in this Amendatory Endorsement shall supersede and take precedence over any provisions of this Policy or any endorsement to this Policy, whenever added, that are inconsistent with or contrary to the provisions of this Amendatory Endorsement, unless such Policy or endorsement provisions comply with the applicable insurance laws of this state.

All other terms and conditions of this policy remain unchanged.



Authorized Representative