

MINIMUM EARNED PREMIUM ENDORSEMENT

In consideration of the payment of premium, it is understood and agreed that Paragraph 8 (Cancellation) under the Section CONDITIONS is deleted in its entirety and replaced with the following:

8. **CANCELLATION**

This policy may be cancelled by the Named Insured by a written notice stating when thereafter such cancellation shall be effective. If cancelled by the Named Insured, Underwriters shall retain the greater of:

- a.) The Total Premium shown on the Declarations page minus 90% of the pro rata unearned premium; or
- b.) 25% of the Total Premium shown on the Declarations page.

This Policy may be cancelled by Underwriters by mailing to the Named Insured written notice stating when, not less than thirty (30) days thereafter, such cancellation shall be effective, but this Policy may be cancelled as aforesaid by not less than ten days notice when the cancellation is being effected by reason of the Insured's non-payment of premium. The mailing of notice as aforementioned shall be sufficient notice and the effective date of cancellation stated in the notice shall become the expiration date of the policy. Delivery of such written notice by the Named Insured, or Underwriters shall be equivalent to mailing. If cancelled by Underwriters, earned Premium shall be computed pro rata.

Premium adjustment may be made at the time of cancellation is effected as soon as practicable thereafter. The check of Underwriters or any of its representatives, mailed or delivered, shall be sufficient tender of any refund due to the Named Insured.

ALL OTHER TERMS AND CONDITIONS OF THIS POLICY REMAIN UNCHANGED.

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