

CLAIMS FREE DISCOUNT PROTECTOR

Attached to and forming part of this Policy

In consideration of the payment of the premium specified on the "Declaration Page" for this endorsement, coverage is provided for the Policy period stated on the "Declaration Page". Coverage is subject to the limits, terms, conditions, provisions, definitions and exclusions of the Policy.

"We" agree to provide protection for "Your" "3-year Claims Free Status" which entitles "You" to a "3-year Claims Free Discount". In the event "You" suffer an insured loss, this endorsement will be deleted; however, "You" will continue to retain the "3-year Claims Free Discount". In the event "You" suffer a second loss within a 3-year period from the date of your first insured loss, this will result in the loss of "Your" "3-year Claims Free Status" and the "3-year Claims Free Discount".

"We" reserve the right to amend the limit of, or to delete entirely, the Water Escape Endorsement coverage from "Your" Policy, with thirty (30) days' minimum notice to the policyholder.

Definitions

"3-year Claims Free Status" means "You" have not suffered a loss under this Policy for a period of three (3) years prior to the effective date of this endorsement.

"3-year Claims Free Discount" means the premium discount allowed under "Your" Policy due to "Your" "3-year Claims Free Status".

All other terms and conditions of your Policy remain unchanged.