GENERAL STAR INDEMNITY COMPANY

THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.

EDP (ELECTRONIC DATA PROCESSING) ENDORSEMENT

This endorsement modifies insurance provided under the following:

BUILDING AND PERSONAL PROPERTY COVERAGE FORM
CAUSES OF LOSS-BASIC FORM
CAUSES OF LOSS-BROAD FORM
CAUSES OF LOSS-SPECIAL FORM

I. Building and Personal Property Coverage Form is amended as follows:

Section A. COVERAGE, 1. Covered Property, is amended to add item d. as follows:

   d. Your EDP Business Personal Property located in the building described in the Declarations, consisting of the following:

      (1) Electronic data processing equipment meaning your electronic data processing, word processing, and telecommunications equipment, including their component parts, if a Limit of Insurance for EDP Equipment is specified in the Declarations;

      (2) Data meaning information which has been converted to an electronic format usable in data or word processing equipment, and Media meaning the material on which data is recorded, if a Limit of Insurance for Data/Media is specified in the Declarations;

      (3) Similar property of others in your care, custody and control for which you are legally responsible and for a Limit of Insurance specified in the Declarations for that type of property.

Section A. COVERAGE, 2. Property Not Covered, n. is deleted and replaced with the following:

   n. The cost to research, replace or restore the information on valuable papers and records, other than those which exist on electronic or magnetic media, except as provided in the Coverage Extensions.

Section A. COVERAGE, 2. Property Not Covered is amended to add item q. as follows:

   q. Data or Media which cannot be replaced with other of the same kind or quality.

Section A. COVERAGE, 4. Additional Coverages is amended to add items e., f., and g. as follows:

   e. Extra Expense

We will pay the actual and necessary “Extra Expense” you sustain due to Covered Cause of Loss to:

      (1) EDP Business Personal Property at premises which are described in the Declarations or otherwise afforded under this endorsement.

      (2) The building in which the EDP Business Personal Property is located, provided the building is damaged to an extent which prevents access to the Covered Property.
We will also pay the actual and necessary “Extra Expense” you sustain when a civil authority prohibits access to the locations described in the Declarations due to direct physical loss to property at any location other than the described locations, caused by or resulting from any Covered Cause of Loss. This coverage will apply for a period of up to 2 consecutive weeks from the date of the civil authority action.

The most we will pay under this Additional Coverage in any one occurrence is the Limit of Insurance specified in the Declarations under EDP Extra Expense.

The amount of “Extra Expense” will be determined based on:

1. All expenses that exceed the normal operating expenses that would have been incurred by data or word processing operations during the "period of restoration" if no direct physical loss or damage had occurred. We will deduct from the total of such expenses:
   a. The salvage value that remains of any property bought for temporary use during the "period of restoration", once data or word processing operations are resumed; and
   b. Any “Extra Expense” that is paid for by other insurance, except for insurance that is written subject to the same plan, terms, conditions and provisions as this insurance; and

2. All necessary expenses that reduce the “Extra Expense” otherwise incurred.

We will reduce the amount of your “Extra Expense” loss to the extent you can return data or word processing operations to normal and discontinue such “Extra Expense”.

If you do not resume data or word processing operations as quickly as possible, we will pay based on the length of time it would have taken to resume data or word processing operations as quickly as possible.

f. Duplicate Media

We will pay for your loss to media containing duplicate data stored at locations not listed on the Declarations which is caused by or results from a Covered Cause of Loss. The most we will pay for loss under this Additional Coverage in any one occurrence is 25% of the highest Data/Media location limit.

g. EDP Property Off-Premises

We will pay for loss to EDP Business Personal Property caused by or resulting from a Covered Cause of Loss that is temporarily at a location you do not own, lease or operate, but only for the first 30 days that the property is located there and not beyond the end of the policy period.

The most we will pay for loss or damage under this Additional Coverage in any one occurrence is the Limit of Insurance specified in the Declarations under EDP Off Premises.

Section E. LOSS CONDITIONS, 7. Valuation is amended to add item g. as follows:

g. Data will be valued at the actual cost of replacing the Data. If it is not replaced or reproduced, we will pay the cost of the blank Media. Media will be valued at the cost to repair the Media with material of the same kind or quality.

Section H. DEFINITIONS, is amended to add items 3. & 4. as follows:

3. "Extra Expense" means necessary expenses you incur during the "period of restoration" that you would not have incurred if there had been no direct physical loss or damage to property:
   a. To avoid or minimize the suspension of your data or word processing operations and to continue such operations.
      (1) At the described premises; or
(2) At replacement premises or at temporary locations, including relocation expenses and costs to equip and operate the replacement or temporary locations; or

b. (1) To repair or replace any property; or
(2) To research, replace or restore the lost information on damaged valuable papers and records;

But only to the extent it reduces the amount of loss that otherwise would have been payable under the Extra Expense Additional Coverage.

4. "Period of Restoration" means the period of time that:

a. Begins with the date of direct physical loss or damage caused by or resulting from any Covered Cause of Loss at the described premises; and

b. Ends on the date when the property at the described premises should be repaired, rebuilt or replaced with reasonable speed and similar quality.

"Period of restoration" does not include any increased period required due to the enforcement of any ordinance or law that:

(1) Regulates the construction, use or repair, or requires the tearing down of any property; or

(2) Requires any insured or others to test for, monitor, clean up, remove, contain, treat, detoxify or neutralize, or in any way respond to, or assess the effects of "pollutants".

The expiration date of this policy will not cut short the "period of restoration".

II. Causes of Loss (Basic, Broad, Special) Forms are amended as follows:

Section B. EXCLUSIONS, 4. Special Exclusions is amended to add item d. as follows:

d. EDP Electronic Data Processing Endorsement

We will not pay for:

(1) The failure, malfunction or inadequacy of electronic systems including hardware, software, data operating system networks due to the inability of those products or services to correctly recognize, distinguish, interpret, or accept any encoded, abbreviated or encrypted date or time.

(2) As respects "Extra Expense" Additional Coverage, the following exclusions are added:

a. Programming errors or incorrectly instructing the machine;

b. Interference at the described premises by strikers or other persons with repairs to damaged property, or with resumption of your normal data or word processing operations;

c. The suspension, lapse, or cancellation of any lease, license or contract beyond the "period of restoration."

Section C. LIMITATIONS (Special Causes of Loss Form Only), 3. a. is deleted and replaced with the following:

a. Valuable papers and records, such as books of account, manuscripts, abstracts, drawings, card index systems, other than those which exist on electronic or magnetic media.

Section E. ADDITIONAL COVERAGE EXTENSIONS (Special Causes of Loss Form Only), 1. Property in Transit, a. & c. are deleted and replaced with the following:
a. We will pay for loss to Your EDP Business Personal Property in transit more than 100 feet from the described premises and while between points in the coverage territory.

c. The most we will pay for loss or damage under this Additional Coverage Extension in any one occurrence is the Limit of Insurance specified in the Declarations under EDP Off Premises.