

Business Interruption Endorsement Additional Increased Cost of Working

1. COVERAGE PROVIDED:

In consideration of additional premium, this policy is extended to cover the actual loss sustained by the Insured due to the necessary interruption of business operations or services during the period of interruption of **Additional Increased Cost of Working**.

Directly resulting from direct physical loss or damage, insured by this policy to property not excluded, utilized by the insured, and at a **location**, but only to the extent the Insured is unable to make up production and resume or continue operations or services, partially or entirely, by utilizing damaged or undamaged property all whether or not at a **location(s)**.

2. CONDITIONS:

In determining the loss payable under this endorsement, this company will give consideration to:

- A. The experience of the business before and the probable experience during the period of interruption.
- B. The continuation of only those normal charges and expenses that would have existed had no interruption of business operations or services occurred.

3. PERIOD OF INTERRUPTION:

For the purposes of determining the loss payable under this endorsement due to an interruption of business operation or services at a **location** resulting from direct physical loss or damage the company will apply the following:

A. For Business Operations: The period of interruption is:

- 1) The period from the time of such loss or damage insured by this policy,

To the time

- 2) When, with due diligence and dispatch, such lost or damaged property could be repaired or replaced and made ready for business operations or services under the same or equivalent physical operating conditions at the **location** that existed prior to such loss or damage; except

B. For Properties in the Course of Construction/Renovation: The period of interruption for alterations or additions to existing property and property in the course of construction will be determined as follows:

- 1) The period from the time of such loss or damage insured by this policy,

To the time

- 2) When, with due diligence and dispatch, such lost or damaged property could be repaired or replaced to the same or equivalent degree of completion at the **location** that existed prior to such loss or damage.

This period of time will be applied to the level of business operations or services that would have been reasonably achieved after construction and startup would have been completed had no such loss or damage happened.

The Period of Interruption in **A** and **B** above:

1. Will include that period for which physically lost or damaged **raw materials** would have supplied business operating or servicing needs.
2. Will not include any additional time resulting from the inability to procure suitable **raw materials** and/or supplies to replace those physically damaged or destroyed.
3. Will not include any additional time required for making change(s) to the buildings, or structures, for any reason except as set forth in the Demolition and Increased Cost of Construction extension contained within the policy, nor any additional time for re-staffing or retraining employees.
4. Will not be limited by the expiration of this policy.
5. Will not exceed 12 months from the inception of direct physical loss or damage caused by or resulting from **terrorism**.

4. LIMIT OF LIABILITY:

The company's maximum limit of liability per **occurrence** for all loss under this endorsement will not exceed the sub-limit of liability shown in the declarations section.

Additional Increased Cost of Working Sub-Limit

The company's maximum limit of liability per **occurrence** for all **additional increased cost of working** loss under this endorsement will not exceed the sub-limit of liability shown in the declarations section.

Extensions of Coverage

The company's maximum sub-limit of liability per **occurrence** for all the Section 5., Extensions of Coverage are shown in the declarations section.

5. EXTENSIONS OF COVERAGE:

The following coverages apply, subject to the terms and conditions of the policy, and to the extent shown in the declarations section.

A. Civil Authority:

This policy is extended to cover the **additional increased cost of working** when, as a direct result of direct physical loss or damage of the type insured by this policy to property not excluded by this policy, access to the **location** is prohibited by order of civil authority. This coverage is provided for no more than the number of consecutive days as shown in the declarations section starting from the time of such order of civil authority.

B. Off-Premises Service Interruption:

This policy is extended to cover the **additional increased cost of working** as a direct result of interruption of the following incoming and outgoing services. The loss of such services must be a direct result of direct physical loss or damage of the type insured by this policy to property not excluded by this policy at the facilities of the service provider(s).

Covered services are incoming electric, gas, fuel, steam, water, refrigeration, and outgoing sewerage.

This coverage does not apply to: service interruption due to deliberate act(s) by the supplying entity to shed load, to maintain system integrity, **flood, earth movement, terrorism** except **location(s)** inside the United Kingdom and where **terrorism** is available from the government where the **location** is situated., or at Unnamed Locations whether or not such coverage is provided elsewhere in this policy. Resultant and concurrent interruptions are considered as one event.

6. EXCLUSIONS:

This endorsement does not cover any of the following:

- a. Any loss during any period in which business operations or services, including rental activities, would not have been maintained for any reason other than the direct physical loss or damage insured by this policy.
- b. Any increase in loss due to the suspension, cancellation, or lapse of any lease, contract, license, or order.
- c. Any additional loss due to:
 - 1) Fines or damages for breach of contract,
 - 2) Late or non-completion of orders or penalties of any nature whatsoever, or
 - 3) Any other consequential or remote loss.
- d. Any loss resulting from physical loss or damage to property in transit.
- e. Any remaining or residual value of property obtained in reducing loss payable in continuing the business operations or services.
- f. Any loss resulting from the Actual Cash Value portion of direct physical loss or damage by fire caused by or resulting from **terrorism**.

7. DEFINITIONS:

Additional Increased Cost of Working means:

The reasonable and necessary expenses in excess of normal incurred by the Insured during the period of interruption to:

- a) Temporarily continue as nearly normal the conduct of the Insured's business,
- b) Temporarily use the property of the Insured or others,

All less any value remaining at the end of the period of interruption for property obtained in connection with the above.

Additional Increased Cost of Working does not mean:

- 1) Any loss of income.
- 2) Expenses that normally would have been incurred in the conduct of the Insured's business.
- 3) Cost of permanent repair or replacement of property that has been damaged or destroyed.

All other terms and conditions of this policy remain unchanged.