



CANCELLATION AND NON-RENEWAL AMENDATORY ENDORSEMENT - SOUTH CAROLINA

In consideration of the premium, the policy is amended as follows:

- I. Section XVIII, Cancellation is deleted and replaced with the following:
 - A. The **named insured** may cancel this policy at any time by:
 - (i) returning the policy to us or any of our authorized representatives, indicating the effective date of cancellation; or
 - (ii) providing a written notice to us stating when the cancellation is to be effective.We must receive the policy or written notice before the cancellation date.
 - B. We may cancel this policy by giving written notice to the **named insured** at least:
 - (i) Ten (10) days for cancellation for non-payment of premium; or
 - (ii) Thirty (30) days for cancellation for any other reason, prior to the effective date of cancellation.
 - C. If this policy has been in effect for less than one hundred twenty (120) days, we may cancel for any reason.
 - D. If this policy has been in effect for one hundred twenty (120) days or more, it may be canceled for one of the following reasons:
 - (i) non-payment of premium;
 - (ii) material misrepresentation of fact which, if known to us, would have caused us not to issue the policy;
 - (iii) substantial change in the risk assumed, except to the extent that we should reasonably have foreseen the change or contemplated the risk in writing the policy;
 - (iv) substantial breaches of contractual duties, conditions, or warranties; or
 - (v) loss of the reinsurance covering all or a significant portion of the particular policy insured, or where continuation of the policy would imperil the insurer's solvency or place that insurer in violation of the insurance laws of this State. Prior to cancellation for reasons permitted in this item, we shall notify the director or his designee, in writing, at least sixty (60) days prior to such cancellation and the director or his designee shall, within thirty days of such notification, approve or disapprove such action.
 - E. The notice of cancellation will state the reason for and effective date of cancellation. The policy will end on that date.
 - F. Notice will be mailed or delivered to insured and agent to the addresses shown on the policy or at their last known addresses.
 - G. If we cancel, the refund will be pro rata. If the **named insured** cancels, the refund may be less than pro rata. The cancellation will be effective even if we have not made or offered a refund.



H. Within thirty (30) days of receiving this notice, the **named insured** or its attorney may request in writing that the Director review this action to determine whether we have complied with South Carolina laws in the cancellation of the policy. If we failed to comply with the cancellation laws, the Director may require that the policy be reinstated. However, the Director is prohibited from making underwriting judgment. If we complied with the cancellation laws, the director does not have the authority to overturn this action.

II. Section XIX, Non-Renewal is deleted and replaced with the following:

A. We reserve the right to non-renew this policy by providing written notice to the **named insured** and the agent of record, if any, at least sixty (60) days prior to the expiration date.

B. Notice will be mailed or delivered to insured and agent to the addresses shown on the policy or at their last known addresses.

C. The notice will state the reason for non-renewal.

D. Within thirty (30) days of receiving this notice, the **named insured** or its attorney may request in writing that the Director review this action to determine whether we have complied with South Carolina laws in the non-renewal of the policy. If we failed to comply with the non-renewal laws, the director may require that the policy be reinstated. However, the Director is prohibited from making underwriting judgment. If we complied with the non-renewal laws, the director does not have the authority to overturn this action.

III. The policy is amended to include the following:

Renewal

If we intend to renew the policy, we shall provide renewal terms and a statement of the amount of premium or estimated premium due for the renewal policy period at least thirty (30) days prior to the expiration date of the policy. Notice will be mailed or delivered to the **named insured** at the last mailing address known to us. Alternatively, we may mail or deliver notice to the agent of record not less than forty-five (45) days prior to the expiration date with instructions to the agent to notify the **named insured** at least thirty (30) days prior to the expiration date of the policy.

All other terms and conditions of the Policy remain unchanged.

This endorsement, which forms a part of and is for attachment to the Policy issued by the designated Insurers, takes effect on the effective date of said Policy at the hour stated in said Policy, unless another effective date is shown below, and expires concurrently with said Policy.