

—PLEASE READ THIS CAREFULLY—

### OUTBOARD MOTORBOAT COVERAGE

(The information required below may be shown on a separate schedule or supplemental Declarations.)

1. For Coverages A, B and C, each item that is covered must be described below or on a schedule that is a part of this policy. A coverage amount must be shown for each item. This is the most that **we** will pay for a loss to that item.

#### Coverage A - Outboard Motorboats

Manufacturer	Model	Length	Serial No.	Coverage Amount
a.				\$ _____
b.				\$ _____

#### Coverage B - Outboard Motors

Manufacturer	Model	Horsepower	Serial No.	Coverage Amount
a.				\$ _____
b.				\$ _____
c.				\$ _____

#### Coverage C - Boat Trailers

Manufacturer	Model	Length	Serial No.	Coverage Amount
a.				\$ _____
b.				\$ _____

2. **Coverage D - Miscellaneous Boating Equipment** \$ \_\_\_\_\_

For Coverage D, the coverage amount shown is the most that **we** will pay for a loss for all covered property.

#### DEDUCTIBLE

The following deductible amount will apply to each loss after all other adjustments have been made. \$ \_\_\_\_\_

The following deductible amount will apply to each loss caused by theft or disappearance after all other adjustments have been made. \$ \_\_\_\_\_

The deductible does not apply to a loss of an entire boat or motor.

#### COINSURANCE

For miscellaneous boating equipment under Coverage D, **you** must maintain a minimum coverage amount. This minimum coverage amount is the full actual cash value of all covered property. If the coverage amount at the time of loss is less than the minimum coverage amount, **we** will pay only a part of a loss. **Our** part of the loss will be determined by dividing the coverage amount by the minimum coverage amount. This percent will be applied to the final adjusted loss to determine the amount that **we** will pay.

#### TERRITORY WHERE COVERAGE APPLIES

Coverage applies only while the property is on land or the inland waters within the United States and Canada. Coverage does not apply while the property is on the Great Lakes or on land or the inland or coastal waters of Hawaii or any other coastal waters.

Coverage applies only while the property is on land or the inland or coastal waters of the United States and Canada. Coverage does not apply while the property is on land or the inland or coastal waters of Hawaii.

## PROPERTY COVERED

### 1. Coverage A

**We** cover only those described boats for which a coverage amount is shown. A boat includes the horns, lights, mooring cleats and similar items that are permanently attached, except for motors.

### 2. Coverage B

**We** cover only those described motors for which a coverage amount is shown. A motor includes fuel containers and start-up equipment and controls supplied as integral equipment by the manufacturer.

### 3. Coverage C

**We** cover only those described boat trailers for which a coverage amount is shown. The trailer must be designed for and used to transport a boat.

### 4. Coverage D

If a coverage amount is shown for Coverage D, **we** cover miscellaneous parts, equipment and accessories. This means anchors, float cushions, depth finders, life preservers, fire extinguishers, mooring lines, oars, ship-to-shore radios, tarps and other items used for the safety or operation of a boat. This does not include sports or other equipment that is not related to the operation of a boat.

**We** also cover similar property that belongs to others and for which an **insured** is liable.

## EXTENSIONS OF COVERAGE

### 1. Property Damage Liability

**We** will pay for loss to property of others caused by accidental collision with a covered boat while the boat is afloat.

An **insured** must be legally liable for this damage.

**We** will also pay the costs incurred if an **insured** chooses to contest their liability. An **insured** must first receive **our** written consent.

**We** do not cover liability that is assumed by an **insured** under a contract or agreement.

The most that **we** will pay for each loss, including incurred defence costs, is \$500. This amount will not be adjusted by a deductible or coinsurance penalty.

### 2. Replacement Items

a. **We** cover boats, motors or trailers acquired during the policy period to replace items that are covered.

**We** cover these replacement items for a period up to 30 days after they are acquired. **You** must provide **us** with a complete description of each new item within this 30-day period and pay any additional premium.

b. The most that **we** will pay is the smaller of the following:

- 1) the coverage amount shown for the item replaced.
- 2) the invoice cost of the replacement item.

c. This coverage will end at the earliest of the following:

- 1) when the replacement item is reported to **us**.
- 2) the end of the reporting period shown above.
- 3) the expiration date of this policy.

## PERILS COVERED

1. Except as provided in paragraph 2, **we** cover direct physical loss to covered property unless the loss is caused by a peril that is excluded. The loss must be due to an external cause.

2. **We** cover direct physical loss to covered property caused only by fire or lightning while the covered property is:

- a. used to transport people or goods for a payment.
- b. rented to others.
- c. operated in an official race or speed contest.

## PERILS EXCLUDED

**We** do not pay for a loss if one or more of the following excluded perils apply to the loss, regardless of other causes or events that contribute to or aggravate the loss, whether such causes or events act to produce the loss before, at the same time as, or after the excluded peril. **We** do not pay for a loss that results from:

1. a dishonest or illegal act, alone or in collusion with another, by:

- a. an **insured**.
- b. others who have an interest in the property.
- c. others to whom an **insured** entrusts the property.
- d. the employees or agents of a., b. or c., whether or not they are at work.

**We** do cover loss caused by dishonest acts by carriers or other bailees for hire.

2. freezing or overheating.

3. corrosion or rust.

4. deterioration caused by marine life.

5. a process to repair, adjust, service or maintain covered property. If a fire or explosion results, **we** do cover the loss caused by the fire or explosion.

6. mechanical, electrical or structural breakdown or failure. If a fire or explosion results, **we** do cover the loss caused by the fire or explosion.

There are other perils that are not covered. These are listed in the Inland Marine General Terms.

## **AMOUNT WE PAY**

This replaces the "Amount We Pay" provision in the Inland Marine General Terms. The smallest of the amounts shown below is the most that **we** will pay for a loss.

1. the amount determined under "Valuation."
2. the cost to repair, replace or rebuild the property with

material of like kind and quality. **We** will repair plywood, plastic, fiberglass or moulded hull boats according to the manufacturers' specifications or accepted repair practices.

3. the coverage amount shown.

This amount will be adjusted by the deductible amount, co-insurance penalty or other limitation which may apply.