

This Inland Marine coverage is subject to the terms shown below.
The Inland Marine General Terms also apply.

-PLEASE READ THIS CAREFULLY-

TOOL COVERAGE

Each item that is covered must be described on the declarations page, or on a schedule that is part of this policy. A coverage amount must be shown for each item. This is the most we will pay for a loss to that item.

COINSURANCE

You must maintain a minimum coverage amount for each described item. This minimum coverage amount is the full actual cash value of the described item. 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 percentage will be applied to the final adjusted loss to determine the amount that we will pay.

PROPERTY COVERED

We cover **your** tools and equipment. This includes their containers, spare parts and accessories.

PROPERTY EXCLUDED

We do not cover:

1. property that is held for sale.
2. property that **you** rent to others.
3. building materials or other materials and supplies.
4. plans, blueprints, designs or specifications.
5. property used in **Business**, unless otherwise provided.

PERILS COVERED

We cover direct physical loss to covered property caused by:

1. fire.
2. lightning.
3. windstorm.
4. hail.
5. explosion.
6. aircraft, spacecraft or self-propelled missiles. This includes objects that fall from these items.
7. earthquake. This includes landslide, mudflow and the raising, sinking or shifting of the earth caused by the earthquake. If more than one earthquake shock occurs within a 72 hour period, all such shocks will be considered a single earthquake.
8. flood. This means the overflow of a stream, river or other body of water.
9. strike, riot or civil commotion.
10. collision, derailment, upset or overturn of a transporting land vehicle.
11. theft.

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. you;
 - b. others who have an interest in the property;
 - c. others to whom you entrust the property; or
 - d. the employees or agents of a., b., or c. whether or not they are at work.
2. mysterious disappearance.
3. any cause when the only proof that a loss occurred is an inventory shortage.
4. corrosion, rust, or pitting.
5. electrical currents, other than those caused by lightning, that damage an electrical apparatus or its wiring. If a fire or explosion results, we do not 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.

TERRITORY WHERE COVERAGE APPLIES

Coverage applies while the property is anywhere in the world.