

Tool Floater

1 PROPERTY INSURED

This Form insures the described tools owned by the Insured, as per the attached schedule, up to the limit as indicated on the "Declarations Page".

2 PERILS INSURED

This Form, except as herein provided, insures against all risk of direct physical loss or damage to the described property.

3 TERRITORIAL LIMITS

The insured property is covered anywhere within the territorial limits of Canada and the continental United States of America.

4 DEDUCTIBLE

Each claim for loss or damage shall be adjusted separately, and from the amount of such adjusted claim the sum specified on the "Declarations Page" shall be deducted.

5 COINSURANCE

The Insurer shall not be liable for a greater proportion of any loss or damage to the property described herein than the sum insured bears to 100% of the Actual Cash Value of said property at the time of the loss. If the insurance under this Policy is divided into two or more items or categories, the foregoing shall apply to each item or category separately.

6 ACQUISITION CLAUSE

Any additional tools acquired by the Insured as owner during the term of this policy are automatically covered hereunder for a period of thirty (30) days from the date of acquisition for a total amount not exceeding 10% of the applicable limit of insurance but stated on the "Declarations Page", provided notice is given to the Insurer within 30 days from the date of acquisition and any pro-rata additional premium is paid.

7 LOCKED VEHICLE WARRANTY

It is herewith warranted by the Insured that any unattended vehicle in which the property insured is carried is equipped with a fully enclosed body or compartment and the Insurer shall be liable in case of loss by theft from a vehicle only as a direct result of forcible entry (of which there shall be visible evidence) into such body or compartment, the doors and windows of which shall have been securely locked.

8 PERILS EXCLUDED

This Form does not insure:

- a mechanical breakdown, latent defect, faulty materials or workmanship, inherent vice, gradual deterioration, wear and tear, error in design;
- b loss or damage caused by or resulting from delay, loss of market, loss of use, or loss or shortage disclosed on taking inventory or making appraisal;
- c loss or damage resulting from infidelity or any dishonest act of the Insured, the Insured's employees or agents or any person or persons to whom the insured property is entrusted (bailees for hire excepted);
- d loss or damage caused by electrical currents (other than lightning) to electrical appliances of any kind including wiring, unless fire ensues and then for loss by fire only;
- e loss or damage caused by or resulting from corrosion, rust, wet or dry rot, mould, dampness or dryness of atmosphere, freezing or extremes of temperature, unless coincident with and the direct result of other direct loss or damage covered by this Form;
- f loss or damage sustained while the property insured is actually being worked upon and directly resulting therefrom unless fire or explosion ensues and then only for loss or damage caused by such ensuing fire or explosion;
- g loss or damage occasioned by the neglect of the Insured to use all reasonable means to save and preserve the insured property;
- h mysterious disappearance.

9 PROPERTY EXCLUDED

This Form does not insure:

- a property illegally imported, acquired, kept, stored or transported, or property seized or confiscated for breach of any law or by order of any public authority;
- b automobiles, aircraft, watercraft, motorcycles or similar conveyances;
- c property while waterborne from the commencement of loading until the completion of discharge except that this Form insures while on a ferry, railway car or transfer barge, all in connection with land transportation.

10 DEFINITIONS

Wherever used in this form:

- a "Declarations Page" means the Declarations Page applicable to this form.

EXCEPT AS OTHERWISE PROVIDED IN THIS FORM, ALL TERMS, CONDITIONS AND PROVISIONS OF THE POLICY TO WHICH THIS FORM IS ATTACHED SHALL HAVE FULL FORCE AND EFFECT.