

Transportation Floater

1 PROPERTY INSURED

This Form insures lawful goods and merchandise, including packages all usual or incidental to the business of the Insured as specified on the "Declaration Page" and all being the property of the Insured or of others which the Insured is responsible, on consignment or sold but not delivered. Coverage applies on such goods and merchandise while in transit between points and/or place in Canada and the continental United States of America for the following amounts in any one loss:

- a while in the custody of any railroad or railroad express company including while on ferries and/or in railroad cars on transfers or lighters;
- b while in the custody of any public truckmen, land transfer and/or land transportation companies, and/or trucks owned, leased or hired by the Insured;
- c while in the custody of air carriers;
- d while in the custody of regular coastwise ship lines navigating United States Atlantic and United States Gulf of Mexico coastal waters;
- e during transportation to and from conveyances or premises of the above described carriers, in motor trucks or trailers operated by the Insured.

2 ATTACHMENT

The insured property is covered from the time of leaving the premises at the initial point of shipment and continuously thereafter in course of transit until delivered at the premises at destination, including while on docks, wharves, piers, bulkheads, platforms, in depots or stations awaiting shipment and after arrival, but only while actually in transit or in the custody of a common carrier incidental to transportation.

3 LIMIT OF LIABILITY

The Insurer shall not be liable for more than the amount of insurance stated in the "Declaration Page" in any one loss, casualty or disaster, either in case of partial or total loss, including salvage charges or any other charges or expenses or all combined.

4 DEDUCTIBLE

The Insurer is liable for the amount by which the loss or damage caused by any of the perils insured against exceeds the amount of the deductible specified on the "Declaration Page" in any one occurrence. Should one occurrence give rise to the application of more than one deductible, only the largest deductible amount shall apply.

5 PERILS INSURED

This policy insures against all risks of direct physical loss or damage to the insured property from any external cause, except as herein provided.

6 EXCLUSIONS

This Form does not insure:

- a accounts, bills, currency, deeds, evidences of debt, money, notes, securities, jewellery, precious stones, paintings, statuary and other works of art or other similar valuables;
- b against loss or damage by dampness, leakage, shrinkage, breakage, marring, scratching, or by being spotted, discolored, moulded, rusted, frosted, rotted, soured, steamed or changed in flavor unless directly caused by or resulting from fire, lightning, explosion, riot, windstorm, hail, flood, earthquake, theft or attempt thereof or collision, derailment or overturning of vehicles while on land, or collision or crashing of an aircraft while in flight, or by the stranding, sinking, burning or collision of a transport vessel, strike, sprinkler leakage, or vandalism;
- c against loss or damage caused by delay, loss of market, loss of use;
- d against loss or damage caused by gradual deterioration, insects, moths, vermin or inherent vice;
- e against loss, damage or expense caused by or resulting from misappropriation, secretion, conversion, infidelity or any dishonest act on the part of the Insured or other party of interest, his or their employees or agents or any person or persons whom the property may be entrusted (carriers for hire excepted).

7 SPECIAL CONDITIONS

a Valuation:

The said goods and merchandise shall be valued at actual invoice cost, including prepaid or advanced freight, if any, together with such costs and charges (including the commission of the insured as selling agent, but excluding duty) as may have accrued and become legally due thereon. In the event of there being no invoice, the valuation of the merchandise insured hereunder shall be the actual cash market value of the property insured at point of destination on the date of disaster.

b Reporting Clause (This clause only applies if this Form is on a Reporting Basis and an adjustment rate is shown in the "Declaration Page"):

This Form is issued for a provisional premium, payable annually in advance, based upon estimated total annual shipments calculated at the indicated rate per \$100. The Insured agrees to report to the Insurer promptly after each anniversary expiration date the actual cash value of all shipments (excluding shipments not at the Insured's risk) insured hereunder during

the preceding policy year. If the earned premium thus computed exceeds the provisional premium paid, the Insured shall pay the excess to the Insurer; if less, the Insurer shall return to the Insured the unearned portion paid by the Insured, but such premium shall not be less than any minimum premium stated in this policy. The Insurer or its duly authorized representative shall be permitted at all reasonable times during the term of the Policy or within a year after terminating or expiration to examine the Insured's books, records and such policies as related to any property insured hereunder. Such inspection or examination shall not waive, nor in any manner affect any terms or condition of this Form.

c **Bills of Lading:**

It is agreed that the Insured may, without prejudice to this insurance, accept such Bills of Lading, receipts or contracts of carriage as are ordinarily issued by carriers, containing a limitation as to the value of goods and merchandise, however this shall not be construed as waiving the actual cash value reporting requirements of the Premium Adjustment Clause.

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.