



ANDERSON MUSICAL INSTRUMENT INSURANCE SOLUTIONS, LLC MUSICAL INSTRUMENT RENTAL INSURANCE PROGRAM FOR MUSIC STORES, DEALERS AND LUTHIERS

Various provisions in this policy restrict coverage, so you should read the entire policy carefully to determine rights, duties and what is and is not covered.

No portion of this coverage can be utilized without policy issuance *including* a unique certificate of insurance issuance number issued by Anderson Musical Instrument Insurance Solutions, LLC.

Throughout this policy, the words **you** and **your** refer to the Named Insured shown in your Certificate Declarations. The words **we**, **us**, and **our** refer to the Company providing this insurance. The word **loss** means accidental loss or damage. These words do not appear in boldface in the policy text.

Your Certificate Declarations appear on your Description of Coverage, your Schedule of Covered Instruments, Accessories and Equipment, and on any endorsements related to you or your individual coverages; all other Declarations are Common Policy Declarations.

Words and phrases in **boldface** that have “**quotation marks**” have special defined meanings; refer to the **DEFINITIONS** section.

COVERAGES

Coverage is EXCLUSIVELY for instruments Leased or Rented to Others

We will pay for loss or damage to “**Covered Property**” while it is in the care, custody, or control of others to whom it has been leased or rented **ONLY** with a lease or rental agreement.

SCHEDULED PROPERTY COVERAGE

1. We will pay for direct physical loss or damage, caused by or resulting from any of the Covered Causes of Loss, to Scheduled Property consisting of “**musical instruments**” for which you have provided descriptions, values, and any serial numbers or other unique identifiers for the Schedule of Covered Instruments, Accessories, and Equipment.
2. Scheduled Property Occurrence Limit – The most we will pay in total in any one occurrence for loss or damage to Scheduled Property is the Scheduled Property Occurrence Limit of Insurance shown in your Schedule of Covered Instruments, Accessories, and Equipment.
3. Scheduled Value – The most we will pay for a scheduled “**musical instrument**” is its scheduled value. These values are part of and not in addition to the Scheduled Property Occurrence Limit of Insurance.

NEWLY ACQUIRED PROPERTY COVERAGE

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1. We will pay for direct physical loss or damage, caused by or resulting from any of the Covered Causes of Loss, to Newly Acquired Property consisting of owned **“musical instruments”**
 - a. That you have newly acquired; and
 - b. For which you have not provided their descriptions, values, and any serial numbers or other unique identifiers for the Schedule of Covered Instruments, Accessories, and Equipment.
2. **Newly Acquired Property Coverage** applies until the first of the following occurs:
 - a. You report the descriptions, values, and any serial numbers or other unique identifiers of the **“musical instrument(s)”** to us;
 - b. 30 days pass from the date you acquire the **“musical instrument(s)”**; or
 - c. This policy expires.
3. We will charge you additional premium for the reported values from the date you acquire the Newly Acquired Property.
4. **Newly Acquired Property Occurrence Limits**
 - a. The most we will pay in total in any one occurrence for loss or damage to newly acquired **“musical instruments”** is the Newly Acquired Musical Instruments Occurrence Limit of Insurance, which, unless otherwise shown in your Schedule Of Coverages, is \$1,000.
 - b. **Newly Acquired Musical Instrument Per Item Limit**
 - a. The most we will pay in any one occurrence for loss or damage to anyone newly acquired **“musical instrument”** is the Newly Acquired Musical Instrument's Per Item Limit of Insurance, which, unless otherwise shown in your Schedule Of Coverages, is **\$1,000**.
 - b. The Newly Acquired Musical Instruments Per Item Limit of Insurance is part of and not in addition to the Newly Acquired Musical Instruments Occurrence Limit of Insurance.

EXTENSIONS OF COVERAGE

The following Extensions of Coverage are included under your coverages and are subject to the applicable limits of insurance.

Civil Authority

We will pay for direct physical loss or damage to **“Covered Property”** caused by or resulting from actions by a civil authority in an attempt to avoid further loss or damage caused by or resulting from a Covered Cause of Loss.

Removal

We will pay for:

1. Any direct physical loss or damage to **“Covered Property”** while being moved to and while stored at another location for up to 90 days; and
2. The cost to remove **“Covered Property”** from any premises.
if you must move **“Covered Property”** from a premises to preserve it from loss or damage caused by or resulting from a Covered Cause of Loss.

ADDITIONAL COVERAGES

Unless otherwise stated, each of the following Additional Coverages is provided only if a Limit of Insurance for such Additional Coverage is shown in the Schedule of Coverages.

Debris Removal

We will pay for the costs you incur to remove debris, or damaged **“Covered Property”** caused by or resulting from any of the Covered Causes of Loss.

1. The most we will pay for the debris removal is the lesser of:
 - a. 25% of the covered direct physical loss or damage; or
 - b. The remaining limit of insurance applicable to the damaged **“Covered Property”** after payment of the covered direct physical loss or damage.
2. If the amount in 1. Above is insufficient to pay the debris removal, we will pay the remaining debris removal, subject to the Debris Removal Limit of Insurance shown in the Schedule of Coverages.
3. Debris removal will be paid only if:
 - a. Reported to us in writing within 90 days of the date of the direct physical loss or damage to the **“Covered Property”**; and
 - b. A Limit of Insurance applicable to the lost or damaged **“Covered Property”** is shown in the Declarations.
4. Debris removal does not apply to costs to:
 - a. Clean up or remove **“pollutants”** from air, land, or water, either inside or outside a building or structure; or,
 - b. Clean up, remove, restore, or replace polluted air, land, or water, either inside or outside of a building or structure,

Inventory or Appraisals

We will pay the cost of any inventory or appraisal that we require from you to determine the extent of direct physical loss or damage to **“Covered Property”**, not to exceed the Inventory or Appraisals Limit of Insurance shown in your Schedule Of Coverages.

Pollutant Clean Up or Removal

We will pay the cost you incur to clean up or remove **“pollutants”** from air, land, or water, either inside or outside of a building or structure, if:

- The **“pollutants”** were part of **“Covered Property”**; and
- The discharge, dispersal, seepage, migration, release, or escape of the **“pollutants”** is caused by or resulting from a Covered Cause of Loss.

These costs will be paid only if they are reported to us in writing within 90 days of the date the Covered Cause of Loss occurred which caused or resulted in the discharge, dispersal, seepage, migration, release, or escape of the **“pollutants”**.

The Pollutant Clean Up or Removal Limit of Insurance shown in the Schedule of Coverages is the most we will pay for the sum of all such covered costs caused by or resulting from Covered Causes of Loss that occur during each separate 12-month policy period, regardless of whether this Additional Coverage appears in any other contract or contracts that form part of this policy.

We will not pay for the costs to test for, monitor, contain, treat, detoxify or neutralize or in any way respond to or assess the effects of **“pollutants”** other than payment for testing which is performed during the cleanup or removal of the **“pollutants”** from the air, land, or water, either inside or outside of a building or other structure.

EXCLUSIONS

Acts or Decisions

We will not pay for loss or damage caused by or resulting from acts or decisions, including the failure to act or decide, of any person, group, organization or governmental body. But, if an excluded cause of loss results in a Covered Cause of Loss, we will pay for the loss or damage caused by that Covered Cause of Loss.

Consequential Loss

We will not pay for loss or damage caused by or resulting from delay, loss of use, loss of market or any other consequential loss.

Criminal, Fraudulent, Dishonest or Illegal Acts

-- "We" do not pay for loss caused by or resulting from criminal, fraudulent, dishonest, or illegal acts committed 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;
- d. "your" partners, officers, directors, trustees, joint venturers, or "your" members or managers if "you" are a limited liability company; or
- e. the employees or agents of a., b., c., or d. above, whether or not they are at work.

This exclusion does not apply to acts of destruction by "your" employees, but "we" do not pay for theft by employees.

Dishonesty

We will not pay for loss or damage caused by or resulting from dishonest or criminal acts by you, any of your partners, employees, directors, trustees, authorized representatives or anyone (except carriers for hire) to whom you entrust the property for any purpose:

- a. Acting alone or in collusion with others; or,
- b. Whether or not occurring during the hours of employment.

This exclusion does not apply to acts of destruction by your employees, but theft by employees is not covered.

Earth Movement

We will not pay for any loss or damage caused by or resulting from any "earth movement". However, if eruption, explosion, or effusion of a volcano results in volcanic action, "we" will pay for the loss or damage caused by that volcanic action. If "earth movement" results in fire, we will pay for the loss or damage caused by that fire. If "earth movement" (other than eruption, explosion, or effusion of a volcano) results in explosion, we will pay for the loss or damage caused by that explosion. This exclusion does not apply to covered property while in transit.

Faulty Work

We will not pay for loss or damage (including the costs of correcting or making good) caused by or resulting from faulty, inadequate, defective or negligent:

- a. Design, specifications, workmanship, repair, construction.
- b. Materials used in repair or construction; or,
- c. Maintenance.

or part or all of any property, wherever located.

But, if an excluded cause of loss results in a Covered Cause of Loss, we will pay for the loss or damage caused by that Covered Cause of Loss.

Flood

We do not cover waterborne material carried or otherwise moved by “flood”, whether or not driven by wind, including storm surge, or material carried or otherwise moved by mudslide or mudflow. However, if “flood” results in fire, explosion, or sprinkler leakage, “we” will pay for the loss or damage caused by that fire, explosion, or sprinkler leakage. This exclusion does not apply to covered property while in transit.

Governmental Action

We will not pay for loss or damage caused directly or indirectly by seizure or destruction of property by order of governmental authority. Such loss or damage is excluded regardless of any other cause or event that contributes concurrently or in any sequence to the loss. This exclusion applies whether or not the loss event results in widespread damage or affects a substantial area. But we will pay for loss or damage caused by or resulting from acts of destruction ordered by governmental authority and taken at the time of a fire to prevent its spread if the fire would be covered under this Coverage Form.

Hidden or Latent Defect

We will not pay for loss or damage caused by or resulting from hidden or latent defect or any quality in property that causes it to damage or destroy itself. But if loss or damage by a Covered Cause of Loss results, we will pay for the loss or damage caused by that Covered Cause of Loss.

Mysterious Disappearance

We will not pay for loss or damage caused by or resulting from disappearance or shortage disclosed on taking inventory, or other instances where there is no physical evidence to show what happened to the property.

This exclusion does not apply to any ensuing loss or damage by a Covered Cause of Loss.

Nuclear Hazard

We will not pay for loss or damage caused directly or indirectly by any weapon employing atomic fission or fusion; nuclear reaction or radiation; or radioactive contamination; however, caused. Such loss or damage is excluded regardless of any other cause or event that contributes concurrently or in any sequence to the loss. This exclusion applies whether or not the loss event results in widespread damage or affects a substantial area.

But if nuclear reaction or radiation, or radioactive contamination, results in fire, we will pay for the direct loss or damage caused by that fire if the fire would be covered under this Coverage Form.

Pollutants

We will not pay for loss or damage caused by or resulting from the discharge, dispersal, seepage, migration, release, or escape of “**pollutants**” unless the discharge, dispersal, seepage, migration, release, or escape is itself caused by any of the “specified causes of loss”. But if the discharge, dispersal, seepage, migration, release, or escape of “**pollutants**” results in a “specified cause of loss”, we will pay for the loss or damage caused by that “specified cause of loss”.

Theft from Unlocked Vehicle

We will not pay for loss or damage caused by or resulting from theft from any unattended vehicle unless at the time of the theft its windows, doors, and compartments were closed and locked and there are visible signs that the theft was the result of forced entry. But this exclusion does not apply to property in the custody of a carrier for hire.

War and Military Action

We will not pay for loss or damage caused directly or indirectly by

- a. War, including undeclared or civil war.
- b. Warlike action by a military force, including action in hindering or defending against an actual or expected attack, by any government, sovereign or other authority using military personnel or other agents; or,
- c. Insurrection, rebellion, revolution, usurped power, or action taken by governmental authority in hindering or defending against any of these.

Such loss or damage is excluded regardless of any other cause or event that contributes concurrently or in any sequence to the loss. This exclusion applies whether or not the loss event results in widespread damage or affects a substantial area.

Wear and Tear

We will not pay for loss or damage caused by or resulting from wear and tear, gradual deterioration, insects, vermin, corrosion, rust, dampness, dryness, cold, or heat and inherent vice. But if loss or damage by a Covered Cause of Loss results, we will pay for the loss or damage caused by that Covered Cause of Loss.

Wind

We do not pay for loss or damage caused directly or indirectly by "Wind" when the Covered Property is located in any of the following.

- a. in the entire state of FLORIDA.
- b. within 75 miles inland for the states of Alabama, Louisiana, Mississippi, and Texas.
- c. within 50 miles inland for the states of Georgia, North Carolina, and South Carolina; and
- d. within 5 miles inland for the states of Connecticut, Delaware, Maine, Maryland, Massachusetts, New Hampshire, New Jersey, New York, and Virginia.

Such loss or damage is excluded 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 cause.

LIMITS OF INSURANCE

The most we will pay for loss or damage in any one occurrence is the applicable Limit of Insurance shown in the Schedule Of Coverages.

DEDUCTIBLE

Our policy has a 3% deductible of the covered value for covered perils to an instrument or accessory that is damaged, stolen or destroyed. For Common Carrier covered losses for damage incurred in the handling, shipment, or transit of a covered instrument, we will not pay for loss or damage in any one occurrence until the amount of adjusted loss or damage before applying the applicable Limit of Insurance exceeds the applicable deductible of 5% of the applicable Limit of Insurance shown in the Schedule of Covered Instruments and Certificate Declarations Page. We will then pay the amount of the adjusted loss or damage in excess of the Deductible up to the applicable Limit of Insurance. If more than one Deductible applies in any one occurrence, the largest applicable Deductible will be used.

Common Carrier Increased Deductible

1. If a Common Carrier Deductible is shown in your Schedule of Coverages, it replaces the policy deductible for loss or damage to **“Covered Property”** while in the possession of a common carrier, contract carrier, or transportation company.
2. If a Common Carrier Deductible is not shown in your Schedule of Coverages, the policy deductible applies to loss or damage to **“Covered Property”** while in the possession of a common carrier, contract carrier, or transportation company.
3. Common carrier, contract carrier, or transportation company means a contract or public truckman or a motor, rail, or air transportation company that charges a fee for shipment of property or transportation of people, including any connecting truckman or transportation company.

CONDITIONS

This Coverage Form is subject to the COMMON POLICY CONDITIONS, the COMMERCIAL INLAND MARINE CONDITIONS, and the following Conditions:

LOSS CONDITIONS

Abandonment

Condition **A. Abandonment** in the LOSS CONDITIONS Section of the COMMERCIAL INLAND MARINE CONDITIONS form is replaced by the following:

A. Abandonment

There can be no abandonment of any property to us unless we specifically agree to such abandonment in writing.

Other Insurance

Condition **F. Other Insurance** in the LOSS CONDITIONS Section of the COMMERCIAL INLAND MARINE CONDITIONS form is amended to add the following:

This insurance is excess of any other insurance for **“Covered Property”** not owned by you and in your care, custody, or control.

Recovered Property

Condition **H. Recovered Property** in the LOSS CONDITIONS Section of the COMMERCIAL INLAND MARINE CONDITIONS form is replaced by the following:

If any lost or damaged property is recovered by you or us after a loss payment is made, the party making the recovery must give the other party prompt notice.

If any lost or damaged property has a salvage value, we shall control the disposition of the salvage.

When property is recovered, at your option, you may:

- Keep the recovered property and return the loss payment to us; or
- Keep the loss payment, and we will keep the recovered property.

If any recovered property has salvage value, or if there is any money recovered through subrogation, we will reimburse you, from the amount recovered for:

- The deductible amount that was paid.
- The penalties you paid as a result of coinsurance, if applicable, and
- Any uninsured loss or damage resulting from an insufficient Limit of Insurance

If there are any expenses in recovering any lost or damaged property, or through subrogation, we will share the expenses with you in proportion to the amount we are each reimbursed.

GENERAL CONDITIONS

Policy Period, Coverage Territory

Condition E. Policy Period, Coverage Territory in the GENERAL CONDITIONS Section of the COMMERCIAL INLAND MARINE CONDITIONS form is replaced by the following:

E. Policy Period, Coverage Territory

1. We cover loss or damage commencing:
 - a. During the policy period shown in your Certificate Declarations; and
 - b. Within the coverage territory as described and limited in **2.** below.

2. The coverage territory is anywhere within, and in transit within and between, points and places worldwide. However, this coverage does not apply:
 - a. At any premises owned, occupied or leased by “you”
 - b. The shipments of “**Covered Property**” to, from, or while passing through; or
 - c. To “**Covered Property**” while located within any country on which the Government of the United States of America has imposed sanctions which prohibit trade, unless you have received permission from the Department of State of the United States of America, even if you are incorporated, chartered, or otherwise formed outside of the United States of America.

REPORTING CONDITIONS

1. Reports --

- a. **You Will Report To Us—Within** 30 days after the end of each reporting period indicated on the Reporting Conditions Schedule, “you” will report to “us” a document or

spreadsheet listing your total inventory values rented to others. Electronic submission of this document or spreadsheet to service@anderson-group.com is preferable, but not mandatory.

- b. **Cancellation – If** “your” coverage is canceled, “you” will report the total values of instruments rented to others up to and including the date of cancellation and pay any additional premium due.

2. **Premium Computation and Adjustment—The** premium will be adjusted as of each adjustment period indicated on the Reporting Conditions Schedule. The total computed premium will be determined by multiplying the total earned premium calculated at the premium rate noted on the Certificate Declarations Page of the total inventory values rented to others.

- a. **Annual Adjustment—When** an annual adjustment period is indicated on the Reporting Conditions Schedule, “we” will compare the total computed premium to the deposit premium. If it is more than the deposit premium, “you” will pay “us” the difference. If it is less than the deposit premium, “we” will pay “you” the difference, subject to the minimum premium indicated on the schedule.
- b. **Other Adjustment Period—When** any other premium adjustment period is indicated, “we” will apply the computed premium to the deposit premium until it is exhausted. “You” will pay “us” all premiums that exceed the deposit premium. At the end of the policy period, if the computed premium is less than the deposit premium, “we” will pay “you” the difference subject to the minimum premium indicated on the Reporting Conditions Schedule.

3. **Provisions That Affect How Much We**

Pay -- The following provisions apply to reports that are submitted and may affect How Much We Pay:

- a. **Failure To Submit Reports—If** “you” have failed to submit the required reports or no report has been submitted, the most “we” will pay is 80% of the “limit” of your total values rented to others.
- b. **Reported Values Are Less Than the Full Value—If** “your” last report before a loss shows less than the actual total receipts earned during the reporting period, “we” will only pay a part of the loss. “We” will not pay a greater portion of the loss, prior to the application of the deductible, than the total receipts “you” reported divided by the total receipts “you” actually earned from “your” projects during the reporting period.
- c. **We Will Not Pay More Than the Limit—**“We” will not pay more than the applicable “limit” regardless of any reported value used in computing the premium.

VALUATION

Condition F. Valuation in the GENERAL CONDITIONS Section of the COMMERCIAL INLAND MARINE CONDITIONS form is replaced by the following:

F. Valuation

The value of “**Covered Property**” will be the least of the following amounts:

- a. Amount for which you are liable;
- b. Actual cash value of the lost or damaged property;

- c. Cost of reasonably restoring the property to its condition immediately before the loss; or,
- d. Cost of replacing the lost or damaged property with substantially identical property.

If a valuation method other than actual cash value applies, as shown in the Declarations or by a valuation condition in the Coverage Form, that valuation method applies in **b.** above in place of actual cash value. The value will include the value of labor, materials, or services furnished or arranged by you. In the event of loss or damage, the value of property will be determined as of the time of loss or damage, except that a “diminished value”, if applicable, will be determined as of the time repairs are completed.

PROPERTY VALUATION METHODS AND LOSS PAYMENT CONDITIONS

Condition **A. Loss Payment** in the PROPERTY VALUATION METHODS AND LOSS PAYMENT CONDITIONS Section of the COMMERCIAL INLAND MARINE CONDITIONS form is replaced by the following:

A. Loss Payment

1. In the event of loss or damage covered by this policy, at our option we will either:
 - a. Pay the value of lost or damaged property;
 - b. Pay the cost of repairing or replacing the lost or damaged musical instruments, plus, in the case of property covered on an “**agreed value**” basis,, of the repaired items.
 - c. Take all or any part of the damaged property at an agreed or appraised value; or,
 - d. Repair, rebuild or replace the property with other property of like kind and quality, except in the case of property that is covered on an “**agreed value**” basis.

We will give notice of our intentions within 30 days after we receive the sworn proof of loss.
2. We will not pay you more than your financial interest in the Covered Property.
3. We will not pay more than the least of the following amounts:
 - a. The Limit of Insurance under this policy that applies to the loss;
 - b. The value of the lost or damaged property; or,
 - c. For building property, the amount that you actually spend that is necessary to repair or replace the lost or damaged property at:
 - (1) The same location; or
 - (2) Another location; for the same use and occupancy.
 - d. For property other than building property, the amount that you actually spend that is necessary to repair or replace the lost or damaged property, plus, in the case of property covered on an “**agreed value**” basis, the “**diminished value**”, if any, of the repaired items.

Condition **B. Valuation Methods** in the PROPERTY VALUATION METHODS AND LOSS PAYMENT CONDITIONS Section of the COMMERCIAL INLAND MARINE CONDITIONS form is amended to add the following conditions:

Valuation Basis – Musical Instruments

Subject to the applicable limit(s) of insurance:

1. **“Musical instruments”** that are covered as Scheduled Property are valued on an **“agreed value”** basis as described in **Agreed Value Basis** below, unless a valuation basis other than **“agreed value”** is indicated in the Schedule of Covered Instruments, Accessories, and Equipment.
2. **“Musical instruments”** that are not covered as Scheduled Property are valued on an Actual Cash Value basis, unless otherwise indicated in your Certificate Declarations.
3. However, for **“musical instruments”** not owned by you and in your care, custody or control, we will not pay more than the amount for which you are legally liable.
4. **Extended Warranties—Valuation** of **“musical instruments”** includes the prorated costs paid for the unused portion of non-refundable extended warranties, maintenance contracts or service contracts that you purchased, which are no longer valid on lost or damaged **“musical instruments”** that you repair or replace.

Agreed Value Basis

1. For a **“musical instrument”** that is covered as Scheduled Property on an **“agreed value”** basis, the scheduled value is the **“agreed value”** of the item for the purpose of this insurance.
2. In the event of loss or damage to a **“musical instrument”** that is covered as Scheduled Property on an **“agreed value”** basis, we will pay the lesser of:
 - a. The cost of repairing the damaged **“musical instrument”**; or,
 - b. The **“agreed value”** of the **“musical instrument”**.

LOSS PAYEE CONDITION

The LOSS PAYEE CONDITION in the COMMERCIAL INLAND MARINE CONDITIONS form is replaced by the following:

For **“Covered Property”** in which both you and a Loss Payee shown in your Certificate Declarations have an insurable interest, we will:

1. Adjust losses with you; and
2. Pay any claim for loss or damage jointly to you and the Loss Payee, as interests may appear.

DEFINITIONS

When used with respect to insurance under this contract:

AGREED VALUE

“Agreed value” means the scheduled value of a **“musical instrument”** that is covered as Scheduled Property on an **“agreed value”** basis.

COVERED PROPERTY

“Covered Property” means:

1. For items insured under your **Scheduled Property Coverage**:
Scheduled Property consisting of “**musical instruments**” that are listed, with their descriptions, values, and any serial numbers or other unique identifiers on the Schedule of Covered Instruments, Accessories, and Equipment.
2. For items insured under your **Newly Acquired Property Coverage**:
Newly Acquired Property, consisting of owned “**musical instruments**” That you have newly acquired; and
 - a. For which you have not provided their descriptions, values, and any serial numbers or other unique identifiers for the Schedule of Covered Instruments, Accessories, and Equipment.

As respects, items of “**Covered Property**” insured under this Coverage Form, when the term Covered Property appears in a form or endorsement attached to this policy, that term takes the same meaning as “**Covered Property**”.

EARTH MOVEMENT

“Earth movement” means:

- a. earthquake, including land shock waves or tremors before, during or after a volcanic eruption;
- b. landslide, mudslide, or mudflow;
- c. mine subsidence, whether or not the non-natural mine is currently in use.
- d. any other movement of earth, including sinking (other than “sinkhole collapse”), shifting, or rising of earth including, but not limited to, erosion, expansion, shrinking, freezing, thawing, improper soil compaction, and movement of water under the surface of the ground that cause cracking, settling, or shifting of foundations, buildings, or structures; or
- e. eruption, explosion, or effusion of a volcano.

FLOOD

“**Flood**” means an overflowing or inundation by water of an area that was previously and normally dry or not covered by water, whether caused artificially or naturally, by human or animal forces or by an act of nature. “Flood” includes, but is not limited to:

- a. overflow of inland or tidal waters, waves, tidal waves, or tsunamis, or spray that results from any of these, all whether driven by wind or not, including but not limited to storm surge;
- b. unusual and rapid accumulation or runoff of surface waters from any source; or
- c. mudslides or mudflows if caused by:
 - 1) unusual and rapid accumulation or runoff of surface waters or waves; or
 - 2) currents of water exceeding anticipated cyclical levels.

COVERED CAUSES OF LOSS

“**Covered Causes of Loss**” means fortuitous risks of direct physical loss to “**Covered Property**” except those causes of loss listed in the **EXCLUSIONS**.

MUSICAL INSTRUMENTS

“Musical instruments” means objects constructed or used for the purpose of making the sounds of music and their related equipment and accessories

“Musical instruments” does not mean:

- a. Accounts, bills, deeds, evidences of debt or other valuable papers or records;
- b. Aircraft, motor vehicles, trailers, semi-trailers or watercraft;
- c. Furniture, fixtures, furnishings, office machinery or equipment, stationery and tenants’ improvements and betterments;
- d. Jewelry, watches, furs, garments trimmed with fur, bullion, precious metals, precious or semi-precious stones or gems, or stamps or coins whose value exceeds face value; or
- e. Money, notes, or securities.

POLLUTANTS

“Pollutants” means:

- a. Any solid, liquid, gaseous or thermal irritant or contaminant, including smoke, vapor, soot, fibers, fumes, acids, alkalis, chemicals, and waste. Waste includes materials to be disposed of, recycled or reclaimed;
- b. Organisms or microorganisms including bacteria, fungus, mold, or their spores or products; or,
- c. Viruses or other pathogens.

SINKHOLE COLLAPSE

“Sinkhole Collapse” means the sudden sinking or collapse of land into underground empty spaces created by the action of water on limestone or dolomite. This cause of loss does not include:

- a. The cost of filling sinkholes; or,
- b. Sinking or collapse of land into man-made underground cavities.

SPECIFIED CAUSES OF LOSS

“Specified causes of loss” means the following:

Fire; lightning; explosion; windstorm or hail; smoke; aircraft or vehicles; riot or civil commotion; vandalism; leakage from fire extinguishing equipment; **“sinkhole collapse”**; **“volcanic action”**; falling objects; weight of snow, ice, or sleet; **“water damage”**; sonic boom; and elevator collision.

VOLCANIC ACTION

“Volcanic action” means direct loss or damage resulting from the eruption of a volcano when the loss or damage is caused by:

- a. Airborne volcanic blast or airborne shock waves;
- b. Ash, dust, or particulate matter; or
- c. Lava flow.

“Volcanic action” does not include the cost to remove ash, dust or particulate matter that does not cause direct physical loss of or damage to the described property.

WATER DAMAGE

“Water damage” means accidental discharge or leakage of water or steam as the direct result of the breaking apart or cracking of any part of a system or appliance (other than a sump system including its related equipment and parts) containing water or steam.

WIND

“Wind” means the direct and/or indirect action of wind and all loss or damage resulting therefrom; whether caused by wind including but not limited to loss or damage caused when water, in any state (including rain, sleet, or snow), sand, dust or any other substance, material, object, or thing is carried, blown, driven or otherwise transported by wind onto or into said location.