



## ***LOSS OF INCOME FROM DEPENDENT PROPERTY***

Refer to the Declarations if information is not shown on this form.

The coverage under this endorsement is subject to the *terms* contained in *your* policy.

Amount of Insurance: \$\_\_\_\_\_

### **DEFINITIONS**

The following definitions apply to this policy form:

1. ***Dependent property*** means a property *you* do not own, however, *you* depend on:
  - a. To deliver materials or services to *you* or others for *your* account;
  - b. To accept *your* products or services;
  - c. To manufacture *your* products for delivery to *your* customers; or
  - d. To attract customers to *your business*.

***Dependent property*** does not include communication or utility services on which *you* depend to run *your business*.

2. ***Loss of income*** means the income *your business* could reasonably be expected to have earned if no covered property loss had occurred less any income *your business* actually earned. ***Loss of income*** does not include charges and expenses which do not necessarily continue during the time of interruption. Coverage also applies to expenses *you* incur to reduce ***loss of income***, however, only to the extent that they actually reduce ***your loss of income***.

### **WHAT WE PAY FOR**

We pay up to the Amount of Insurance shown above for ***loss of income*** due to accidental direct physical loss or damage to the premises of a ***dependent property*** resulting from a covered cause of loss. The ***dependent property*** must be in the coverage territory of the United States.

***Loss Of Income From Dependent Property*** coverage:

1. Commences 72 hours from the time when accidental direct physical loss or damage results from a covered cause of loss at the ***dependent property***;
2. Ends on the date when the loss or damage at the ***dependent property*** should be repaired, rebuilt or replaced with reasonable speed with like kind and quality materials; and
3. Does not include the increased time necessary due to any ordinance or law being enforced.

***Loss of income*** from ***dependent property*** will be determined using:

1. Net income meaning net profit or loss that would have been earned or incurred before income taxes. For manufacturing risks, net income includes the net sales value of production;
2. Payroll expenses meaning the amount incurred by *you* necessary to resume operations with the same quality of service that existed just before the accidental direct physical loss or damage occurred;
3. All other necessary operating expenses incurred during the period of loss in order to continue *your business*; and
4. Any relevant and reliable sources of information applicable to *your business*.

Payments under ***Loss Of Income From Dependent Property*** coverage may extend beyond the end of the policy period.

### **WHAT WE DO NOT PAY FOR**

We do not pay for:

1. ***Loss of income*** resulting from loss or damage to ***electronic data*** at the premises of a ***dependent property***;
2. ***Loss of income*** caused by the suspension, lapse or cancellation of any lease, contract or order;
3. ***Loss of income*** caused directly or indirectly by enforcement of any local or state ordinance or law regulating

the construction, repair, or demolition of buildings or structures;

4. Any claim for *loss of income* due to interference by strikers or other people with rebuilding, repairing or replacing property, or with the resumption or continuation of operations;
5. Any claim for *Loss Of Income* coverage; or
6. Any claim for consequential loss.

All other *terms* and conditions remain unchanged.