

CEAR Insurance – Endorsement 14011
Special Insurance Exclusion: Serial Losses

This endorsement forms part of *Section I*

and is subject otherwise to the terms, provisions, conditions, limitations and exclusions contained in the *Policy* or endorsed thereon except for the following:

1. Condition

1.1 The *Insurer* shall indemnify the *Insured* in respect of a loss or damage insured under *Section I* resulting from a *Serial Loss Event* according to the following scale:

Enter number. % of the first 2 loss amounts,

Enter number. % of the 3rd loss amounts,

Enter number. % of the 4th loss amounts, and

Enter number. % of the 5th loss amounts.

1.2 The *Insurer* shall not indemnify the *Insured* for the 6th and following loss amounts.

1.3 If no declaration is made under Paragraph 1.1 the indemnification shall be based on the following: 100% the first 2 loss amounts, 80% the third, 60% the fourth and 50% of the fifth loss amount.

2. Definition

Serial Loss Event: means a fault, defect, error or omission in design, plan, specification, material or workmanship which is attributable to a common originating cause or a common originating set of circumstances.