

CERTIFIED ACT OF TERRORISM EXCLUSION (WITH LIMITED EXCEPTION)

1. The following definitions are added to the Definitions section of the Farm Coverage "terms". When this policy includes forms FL-1 or FL 0001, FL-2 or FL 0002, and/or FL-3 or FL 0003, the following definitions are also added to the Definitions section of those forms.

a. "Certified act of terrorism" means an act that is certified by the Secretary of the Treasury, in concurrence with the Secretary of State and the Attorney General of the United States:

- 1) to be an act of terrorism;
- 2) to be a violent act or an act that is dangerous to human life, property, or infrastructure;
- 3) to have resulted in damage:
 - a) within the United States; or
 - b) to an air carrier (as defined in section 40102 of title 49, United States Code); to a United States flag vessel (or a vessel based principally in the United States, on which United States income tax is paid and whose insurance coverage is subject to regulation in the United States), regardless of where the loss occurs; or at the premises of any United States mission; and
- 4) to have been committed by an individual or individuals acting on behalf of any foreign person or foreign interest, as part of an effort to coerce the civilian population of the United States or to influence the policy or affect the conduct of the United States Government by coercion.

No act will be certified by the Secretary of the Treasury as an act of terrorism if the act is committed as part of the course of a war declared by the Congress (except with respect to any coverage for workers' compensation) or if property and casualty insurance losses resulting from the act do not exceed \$5,000,000 in the aggregate.

b. "Certified terrorism loss" means loss that results from a "certified act of terrorism".

2. The following Certified Act of Terrorism Exclusion is added to the Farm Coverage "terms" under General Exclusions -- Coverages E, F, and G. When this policy includes forms FL-1 or FL 0001, FL-2 or FL 0002, and/or FL-3 or FL 0003, the following Certified Act of Terrorism Exclusion is also added under General Exclusions in those forms.

This exclusion does not apply to "livestock", poultry, or other covered animals or unharvested crops.

This exclusion does not apply to the coverage provided under forms FL-1 or FL 0001, FL-2 or FL 0002, and/or FL-3 or FL 0003 when a residence covered under Coverage A is occupied by its owner or when the policy is issued to a tenant of a residence on the "insured premises".

CERTIFIED ACT OF TERRORISM EXCLUSION

"We" will not pay for loss or damage caused directly or indirectly by a "certified act of terrorism". Such loss or damage is excluded regardless of any other cause or event that contributes concurrently or in any sequence to the loss.

Fire Exception -- If a "certified act of terrorism" results in fire, "we" will pay for the loss or damage caused by that fire. This exception for fire applies only to direct loss or damage by fire to covered property. This exception does not apply to coverage for loss of earnings, extra expense, or fire legal liability.

However, if:

- a. the Secretary of the Treasury determines that the amount of "certified terrorism loss" has exceeded the maximum annual liability as set forth by the Federal Terrorism Risk Insurance Act of 2002 or any amendments thereto; and
- b. it is determined that coverage for loss or damage caused by fire is subject to the terms of Section 103(e)(2) of that Act or any amendments thereto; and
- c. "we" have met "our" deductible requirements as specified by that Act,

"we" will not pay for any portion of "certified terrorism loss" that exceeds the maximum annual liability.

3. The following provisions are added under the Farm Coverage "terms". When this policy includes form FL-1 or FL 0001, FL-2 or FL 0002, and/or FL-3 or FL 0003, the following provisions are also added under those forms.

- a. Neither the "terms" of this endorsement nor the "terms" of any other terrorism endorsement attached to this policy provide coverage for any loss that would otherwise be excluded by this policy under exclusions that address war, military action, or nuclear hazard or any other exclusion.
- b. The absence of any other terrorism endorsement does not imply coverage for any loss that would otherwise be excluded by this policy under exclusions that address war, military action, or nuclear hazard or any other exclusion.

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