

THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.

SPECIAL PROVISIONS - CALIFORNIA

<i>Attached To and Forming Part of Policy</i>	<i>Effective Date of Endorsement</i> 12:01AM at the Named Insured address shown on the Declarations	<i>Named Insured</i>
<i>Additional Premium:</i>		<i>Return Premium:</i>

This endorsement modifies insurance under the following:

HOMEOWNERS COVERAGE

The **Cancellation** and **Non-Renewal** provisions of the **CONDITIONS** Section of this Policy are deleted and replaced with the provisions as shown below:

Cancellation

1. You may cancel this Policy at any time by returning it to us or by notifying us in writing of the future date cancellation is to take effect.
2. We may cancel this Policy only for the reasons stated below, by written notification to you of the date cancellation takes effect and the precise reason for cancellation. This cancellation notice may be delivered or mailed to you at the mailing address shown on the Declarations or the last known address. Proof of mailing will be sufficient proof of notice.
 - a. When you have not paid the premium, we may cancel at any time by letting you know at least ten (10) days before the date cancellation takes effect.
 - b. When this Policy has been in effect for less than sixty (60) days and is not a renewal with us, except as provided in Paragraph 2.a. above, we may cancel for any reason not prohibited by law by letting you know at least twenty (20) days before the date cancellation takes effect.
 - c. When this Policy has been in effect for sixty (60) days or more, or at any time if it is a renewal with us, we may cancel only if there has been:
 - (1) Conviction of a crime having as one of its necessary elements an act increasing any hazard insured against;
 - (2) Discovery of fraud or material misrepresentation by:
 - (a) Any "insured" or his or her representative in obtaining this insurance; or
 - (b) You or your representative in pursuing a claim under this Policy;
 - (3) Discovery of any grossly negligent act or omission substantially increasing any hazard insured against; or
 - (4) Physical change in the property insured that results in the property becoming uninsurable.
This can be done by notifying you at least twenty (20) day before the cancellation takes effect.
3. If this Policy is cancelled by you or us, we will return the unearned share of your premium. If we cancel for reasons other than non-payment of premium, the refund will be pro rata. If we cancel due to non-payment of premium or if you cancel for any reason, we will retain the greater of the minimum earned premium amount shown on the Declarations Page or the short rate premium amount.

Non-renewal. We may elect not to renew this Policy. We may do so by delivering to you, or mailing to you, at your mailing address shown on the Declarations, written notice at least seventy-five (75) days before the expiration date of this Policy. Proof of mailing will be sufficient proof of notice.

ALL OTHER TERMS AND CONDITIONS OF THE POLICY REMAIN UNCHANGED.

SPECIMEN