

THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.

SPECIAL PROVISIONS - SOUTH CAROLINA

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

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 and, if any, your insurance agent or broker, 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 and your agent or broker know at least ten (10) days before the date cancellation takes effect.
 - b. When this Policy has been in effect for less than one hundred and twenty (120) days and is not a renewal with us, we may cancel for any reason by letting you and your agent or broker know at least thirty (30) days before the date cancellation takes effect.
 - c. When this Policy has been in effect for one hundred and twenty (120) days or more, or at any time if it is a renewal with us, we may cancel:
 - (1) If there has been a material misrepresentation of fact which if known to us would have caused us to not issue this Policy;
 - (2) If the risk has changed substantially since the Policy was issued, except to the extent that we should reasonably have foreseen the change or contemplated the risk in writing this Policy;
 - (3) In the event of a substantial breach of contractual duty, condition or warranty; or
 - (4) If we lose our reinsurance covering all or a significant portion of this Policy, or where continuation of the Policy would imperil our solvency or place us in violation of the insurance laws of this state.This can be done by letting you and your insurance agent or broker know at least thirty (30) days before the date cancellation takes effect.
- c. 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 or mailing written notification to you and your agent or broker. If this Policy was written for a term of one year or less, we may elect not to renew this Policy by giving written notification at least 60 days before the expiration date of the Policy.

ALL OTHER TERMS AND CONDITIONS OF THE POLICY REMAIN UNCHANGED.

SPECIMEN