

THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.

SPECIAL PROVISIONS – RHODE ISLAND

LIABILITY COVERAGES

A. Coverage L – Personal Liability

Paragraph 1. is deleted and replaced by the following:

1. Pay up to our limit of liability for the damages for which an "insured" is legally liable.

ADDITIONAL COVERAGES

A. Claim Expenses

The following paragraph is added:

5. Prejudgment interest as follows:
 - a. Prejudgment interest awarded against an "insured" on the entire judgment if we reject a written settlement offer by the plaintiff that is equal to or less than the applicable limit of liability in this policy, or
 - b. If a. above does not apply, prejudgment interest awarded against an "insured" on that part of the judgment we pay.

CONDITIONS

J. Subrogation

The following paragraph is added:

When we or our agents recover payment on a loss from a third party through subrogation, we must first pay the "insured" the deductible portion of the casualty loss, less the prorated share of subrogation expenses and thereafter retain any funds in excess of the deductible portion of the recovery.

The following condition is added:

L. Direct Liability Of Insurers

We will be directly liable for those sums the "insured" becomes legally obligated to pay as damages to the injured party to which this insurance applies. In the event of that injured party's death, we will be directly liable for those sums the "insured" becomes legally obligated to pay as damages to the party entitled to sue as a result of the injured party's death, and to which this insurance applies.

All other provisions of this policy apply.