



MERCANTILE STOCK BURGLARY RIDER

The insurer agrees, subject to the statements contained in the declarations of the policy and the burglary-robbery declarations (both of which are herein referred to as the declarations), the burglary-robbery insurance standard conditions attached to the policy and such additional declarations, exclusions, definitions, limitations, conditions and other terms of this rider, as follows:

INSURING AGREEMENTS

INDEMNITY FOR LOSS AND DAMAGE

- (a) to indemnify the Insured for all loss caused by:
- (i) BURGLARY or attempt thereat;
 - (ii) ROBBERY OF A WATCHMAN or attempt thereat;
 - (iii) VANDALISM OR MALICIOUS MISCHIEF committed on the same occasion as (i) or (ii);
- while the premises are not open for business, of merchandise, furniture, fixtures and equipment within the premises and, whether or not the premises are open for business, within show cases or show windows not opening directly into the interior of the premises, and
- (b) To indemnify the Insured for all damage to the premises, show cases or show windows caused by BURGLARY, ROBBERY OF A WATCHMAN, or attempt thereat, or by VANDALISM OR MALICIOUS MISCHIEF committed on the same occasion, provided that the Insured is the owner thereof or is liable for such damage.

EXCLUSIONS

This insurance does not apply to loss:

- (a) caused by fire, or loss occurring during a fire in the premises, show cases or show windows;
- (b) damage to glass, or lettering or ornamentation thereon;
- (c) loss or damage to manuscripts, records or accounts, except for blank value;
- (d) loss of securities;
- (e) loss of any property held by the Insured as postmaster;
- (f) loss of merchandise, furniture, fixtures and equipment unless records are kept by the Insured in such a manner that the Insurer can accurately determine therefrom the amount of loss;
- (g) loss contributed to by any change in the condition of the risk;
- (h) loss of furs or articles containing fur which represents their principal value, by removal of such property from within a show case or window display area by a person who has broken the glass thereof from outside the premises or by an accomplice of any such person.

DEFINITIONS

The following terms, as used in this rider, shall have the respective meanings stated in this section:

"LOSS" includes damage.

"BURGLARY" means the felonious abstraction of insured property from within the premises, show cases or show windows by a person making felonious entry therein or exit therefrom by actual force and violence as evidenced by visible marks on the perimeter of the premises, show cases or show windows, at the place of such entry or exit.

"ROBBERY OF A WATCHMAN" means the felonious taking of insured property by violence or threat of violence inflicted upon a private watchman employed exclusively by the Insured and while such watchman is on duty within the premises.

"PREMISES" means the interior of that portion of the building occupied by the Insured at the location designated in the declarations but shall not include (a) show cases or show windows not opening directly into the interior of the premises, or (b) public entrances, halls, stairways.

"CLOSED CIRCUIT" means that electrical current flows continuously through the system and that the alarm is activated by the interruption of the current.

"SECURITIES" means all negotiable and non-negotiable instruments or contracts representing either money or other property and includes revenue and other stamps in current use, tokens and tickets, but does not include money.

SPECIAL CONDITIONS

1. **LIMITS OF INDEMNITY:** The limit of the Insurer's liability for loss shall not exceed the applicable limit(s) or amount(s) of insurance stated in the declarations. If more than one person or interest is named as the Insured, the Insurer's liability for such loss sustained by all such persons and interest combined shall be limited in the aggregate to the said specified limit(s) or amount(s).

However, the Insurer's liability for loss of:

- (a) any one article of jewellery or any one article containing one or more gems or any one watch or precious or semi-precious stone shall be limited to Fifty Dollars (\$50),
- (b) All property contained in any one show case or show window not opening directly into the interior of the premises shall be limited to One Hundred Dollars (\$100).

2. **POLICY PERIOD:** This rider shall apply only to loss or damage occurring within the Policy Period defined in the declarations or within any extension thereof under Renewal Certificate issued by the Insurer.
3. **ALARM SYSTEM AND PROTECTIVE SERVICES:** If for reasons beyond the Insured's control, the alarm system or any other protective service or equipment described in the declarations or any endorsement attached hereto is not maintained, the insurance under this rider shall apply only in the reduced amount which the premium for this rider would have purchased in the absence of such protection in accordance with the Insured's manual, except that the full amount of insurance under this rider shall apply if the Insured, until such time as the alarm system described in the declarations or any endorsement attached hereto has been restored to proper working condition, provides at least one watchman within the premises at all times when such premises are not open for business and such watchman is in addition to any number of watchmen specified in the declarations.
The Insured, upon receipt of advice that alarm signals from the alarm system will be disregarded by police, shall give immediate notice thereof to the Insurer. The Insurer may suspend the policy by written notice and a pro-rata refund will be allowed for the period of suspension.
4. The conditions, limitations and other terms expressed in the Insuring Agreements, Exclusions, Definitions and Special Conditions shall prevail wherever they conflict with the Standard Conditions contained in the policy.

EXCEPT AS OTHERWISE PROVIDED IN THIS RIDER, ALL TERMS, PROVISIONS AND CONDITIONS OF THE POLICY SHALL HAVE FULL FORCE AND EFFECT.