

NAMED NON-OWNER COVERAGE

I. DEFINITIONS

The Definitions Section is amended as follows:

The definition of **your covered auto** is replaced by the following:

Your covered auto means any of the following types of vehicles on the date you become the owner:

- a. a private passenger auto or station wagon type; or
- b. a pickup truck or van that:
 - (1) has a Gross Vehicle Weight as specified by the manufacturer of less than 14,000 pounds; and
 - (2) is not used for the delivery or transportation of goods and materials unless such use is:
 - (a) incidental to your **business** of installing, maintaining or repairing furnishings or equipment; or
 - (b) for farming or ranching.

This provision applies only if you:

- a. acquire the vehicle during the policy period; and
- b. ask us to insure it within 30 days after you become the owner.

This insurance does not apply if other insurance applies with respect to **newly acquired autos**.

II. LIABILITY COVERAGE

Part A is amended as follows:

- A. The definition of **insured** is replaced by the following:

Insured means:

1. You for the maintenance or use of any auto or **trailer**.
2. For **your covered auto**, any person or organization but only with respect to legal responsibility for acts or omissions of a person for whom coverage is afforded under this Part.
3. For any auto or **trailer** other than **your covered auto**, any person or organization but only with respect to legal responsibility for acts or omissions of a person for whom coverage is afforded under this Part. This provision applies only if the person or organization does not own or hire the auto or **trailer**.

- B. The Exclusions Section is amended as follows:

1. Exclusions A.6. and A.7. are replaced by the following:

Maintaining or using any vehicle in the **business** of that **insured**. This exclusion does not apply to a vehicle you are operating or **occupying**.

2. Exclusion B.1. is replaced by the following:
Any vehicle, other than **your covered auto**, which is owned by you.
3. Exclusion B.2. is replaced by the following:
Any vehicle, other than **your covered auto**, which is owned by any **family member**. However, this exclusion does not apply to your maintenance or use of any vehicle which is owned by a **family member**.

- C. If the Declarations indicates an "each accident" limit of liability for Single Limit Liability Coverage, the Limit of Liability provision is replaced by the following:

LIMIT OF LIABILITY

The limit of liability shown in the Declarations for this coverage is our maximum limit of liability for all damages resulting from any one auto accident. This is the most we will pay regardless of the number of:

1. **Insureds**;
2. Claims made;
3. Vehicles or premiums shown in the Declarations; or
4. Vehicles involved in the auto accident.

- D. The Out of State Coverage provision is replaced by the following:

OUT OF STATE COVERAGE

If an auto accident to which this policy applies occurs in any state or province other than where you reside, we will interpret your policy for that accident as follows:

If the state or province has:

1. A financial responsibility or similar law specifying limits of liability for **bodily injury** or **property damage** higher than the limit shown in the Declarations, your policy will provide the higher specified limit.

2. A compulsory insurance or similar law requiring a nonresident to maintain insurance whenever the nonresident uses a vehicle in that state or province, your policy will provide at least the required minimum amounts and types of coverage.

No one will be entitled to duplicate payments for the same elements of loss.

III. MEDICAL PAYMENTS COVERAGE

Part B is amended as follows:

- A. The definition of **insured** is replaced by the following:

Insured means:

1. You:
 - a. while **occupying**; or
 - b. as a pedestrian when struck by:
a motor vehicle designed for use mainly on public roads or a trailer of any type.
2. Any other person while **occupying your covered auto**.

- B. The Exclusions Section is amended as follows:

1. Exclusion 4. is replaced by the following:
Sustained while **occupying**, or when struck by, any vehicle (other than **your covered auto**) which is owned by you.
2. Exclusions 3., 8. and 9. are replaced by the following:
Sustained while **occupying** any vehicle used in the **business** of that **insured**. This exclusion does not apply to a vehicle you are operating or **occupying**.

IV. COMBINED UNINSURED / UNDERINSURED MOTORISTS COVERAGE

Part C2 is amended as follows:

- A. The definition of **insured** is replaced by the following:

Insured means:

1. You.
2. Any other person **occupying your covered auto**.
3. Any person for damages that person is entitled to recover because of **bodily injury** to which this coverage applies sustained by a person described in 1. or 2. above.

- B. The first paragraph of the definition of **uninsured motor vehicle** is replaced by the following:

Uninsured motor vehicle means a land motor vehicle or trailer of any type:

1. To which neither:
 - a. a liability bond or policy; nor
 - b. cash or securities on file with the North Carolina Commissioner of Motor Vehicles;applies at the time of the accident.
2. To which a liability bond or policy applies at the time of the accident; provided its limit for liability is less than the minimum limit specified by the financial responsibility law of North Carolina.
3. Which, with respect to damages for **bodily injury** only, is a hit-and-run vehicle whose operator or owner cannot be identified and which hits:
 - a. you;
 - b. a vehicle which you are **occupying**; or
 - c. **your covered auto**.
4. To which a liability bond or policy applies at the time of the accident but the bonding or insuring company
 - a. denies coverage; or
 - b. is or becomes insolvent.