LEASED MOTOR VEHICLES (Lessor as Additional Insured and Loss Payee)

This endorsement is a part of the policy. Except for the changes this endorsement makes, all other provisions of the policy remain the same and apply to this endorsement.

1. **DEFINITIONS**

The following is added:

Lessor means the *person* or organization who leases the *your car* to which this endorsement applies to *you* or *your* employer for *your* regular use, but only if that *person* or organization is shown on the Declarations immediately following the title of this endorsement.

2. LIABILITY COVERAGE

Additional Definition

Insured is changed to include the *lessor* for the ownership, maintenance, or use of the *your car* to which this endorsement applies.

3. PHYSICAL DAMAGE COVERAGES

a. The following is added:

Leased Vehicle

- Any Comprehensive Coverage or Collision Coverage provided by this policy applies to the *lessor's* interest in the *your car* to which this endorsement applies. Coverage for the *lessor's* interest is only provided for a *loss* that is payable to *you*.
- If the policy is cancelled or nonrenewed, then we will provide coverage for the lessor's interest until we notify the lessor of the termination of such coverage. This coverage for the lessor's interest is only provided for a loss that would have been payable to you if the policy had not been cancelled or nonrenewed.

The date such termination is effective will be at least 10 days after the date **we** mail or electronically transmit a notice of the termination to the **lessor**. The mailing or electronic transmittal of the notice will be sufficient proof of notice. However, this 10 day notification does not apply once **your car** is returned to either the **lessor** or the **lessor's** agent as a result of lease expiration, voluntary surrender, or repossession

 If we pay such lessor, then we are entitled to the lessor's right of recovery against you to the extent of our payment. Our right of recovery does not impair the *lessor's* rightto recover the full amount of its claim.

- b. Item 1.a. under **Our Payment Options** is changed to read:
 - a. We may, at our option, make payment to one or more of the following for loss to the your car to which this endorsement applies or a newly acquired car.
 - (1) **you**;
 - (2) the repairer;
 - (3) a creditor shown on the Declarations, to the extent of its interest; or
 - (4) the *lessor*, to the extent of its interest.

4. INSURED'S DUTIES

The following is added:

Lessor – Additional Insured

The *lessor* must:

- a. report to us, any damage for which payment is sought, within 10 days immediately following the date the your car to which this endorsement applies has been returned to either the lessor or the lessor's agent as a result of lease expiration, voluntary surrender, or repossession; and
- b. allow us to inspect the damage prior to repair, sale, or any other disposition of the your car to which this endorsement applies.

5. GENERAL TERMS

The following is added to Change of Interest:

This policy will not be changed as to the interest of the *lessor* without at least 10 days written notice or electronic notice to such *lessor*.

6. LIABILITY COVERAGE, MEDICAL PAYMENTS COV-ERAGE, UNINSURED MOTOR VEHICLE COVERAGE, and PHYSICAL DAMAGE COVERAGES

The following exclusions are added:

THERE IS NO COVERAGE:

a. WHILE THE **YOUR CAR** TO WHICH THIS EN-DORSEMENT APPLIES IS RENTED, LEASED,OR SUBLEASED TO ANY PARTY OTHER THAN **YOU** OR **YOUR** EMPLOYER WHO LEASED THE VEHICLE FOR **YOUR** REGULAR USE.

- b. FOR:
 - (1) **BODILY INJURY**, DAMAGE TO PROP-ERTY, OR **LOSS** THAT OCCURS; OR
 - (2) DAILY RENTAL CHARGES INCURRED;

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AFTER THE **YOUR CAR** TO WHICH THIS EN-DORSEMENT APPLIES HAS BEEN RE-TURNED TO EITHER THE **LESSOR** OR THE **LESSOR'S** AGENT AS A RESULT OF LEASE EXPIRATION, VOLUNTARY SURRENDER, OR REPOSSESSION.