

**THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.**

## **EXTENDED FARM OFFICE EQUIPMENT COVERAGE ENDORSEMENT**

This endorsement modifies insurance provided under the following:

FARM PROPERTY COVERAGE FORM

This coverage applies only to the location(s) and item(s) shown on Form 8110 (Additional Endorsement Information) of this policy.

A. Coverage E – Scheduled Farm Personal Property, paragraph e. Farm Office Equipment, is deleted and replaced with the following:

**e. Farm Office Equipment**

We will cover farm office equipment including furnishings, materials, and supplies used in conjunction with, and located at the farm office location shown on Form 8110, up to the Limit of Insurance shown in the Declarations, against the SPECIAL Covered Causes of Loss.

Farm office equipment also includes:

- a. Electronic data or information processing equipment, including its component parts;
- b. Data, meaning information which has been converted to a form usable in Data Processing Equipment; and
- c. Media, meaning the material on which Data is recorded, such as magnetic tape, hard discs or floppy disks.

Farm office equipment does not include:

- a. Property you rent or lease to others while it is away from your premises;
- b. Data or Media which cannot be replaced with other of the same kind or quality; or
- c. Program supportive documentation such as flow charts, records formats, or narrative descriptions, which relate to Data or Media.

We will only cover up to 25% of the Limit of Insurance for Covered Property while it is located away from the location shown on Form 8110.

B. Section C. ADDITIONAL COVERAGES paragraph 1.j. Cost of Restoring Valuable Papers and Farm Operation Records, is deleted and replaced with the following:

**j. Farm Office Equipment**

**(1) Farm Office Equipment Extra Expense**

When we insure farm office equipment we will pay the necessary and reasonable Extra Expense necessary to maintain normal "farming" operations that you would not have incurred if there had been no direct physical loss or damage to insured farm office equipment, caused by or resulting from the SPECIAL Covered Causes of Loss.

Extra expense coverage enables you to continue normal operations at a temporary location or with substitute equipment. However, you must make every reasonable effort to resume complete or partial operations as soon as possible. We will pay for your Extra Expenses only for the time reasonably necessary to repair or replace the damaged or destroyed Covered Property; but in no event longer than six (6) consecutive months. This period is not limited by the expiration date of your policy.

We will pay extra repair or replacement costs you incur in order to reduce Extra Expense loss or damage, but only up to the amount by which that loss or damage is actually reduced.

The most we will pay for Extra Expense under this additional coverage in any one occurrence is \$10,000, subject to the six (6) consecutive months limitation set forth above.

**(2) Farm Office Accounts Receivable**

When we insure farm office equipment we will cover your records of farm office accounts receivable. We will pay:

- (a) All amounts due from your customers that you are unable to collect;
- (b) Interest charges on any loan required to offset amounts you are unable to collect pending our payment of these amounts;
- (c) Collection expenses in excess of your normal collection expenses that are made necessary by loss or damage; and
- (d) Other reasonable expenses that you incur to reestablish your records of accounts receivable;

provided, however, that such amounts, charges or expenses result from direct physical loss or damage by a SPECIAL Covered Cause of Loss to your records of farm office accounts receivable.

Insurance under this additional coverage applies only while your records of farm office accounts receivable are at the location described on Form 8110, unless the records are in actual use away from that location or while they are:

- (1) At another safe place; or
- (2) In transit to or from another safe place because of imminent danger of loss or damage.

The most we will pay under this additional coverage for farm office accounts receivable is \$10,000.

**(3) Farm Office Valuable Papers and Records - Cost of Research**

When we insure farm office equipment we will pay for your costs to research, replace or restore the lost information on lost or damaged farm office valuable papers and records resulting from any SPECIAL Covered Cause of Loss.

The most we will pay under this additional coverage is \$10,000.

**(4) Farm Office Equipment - Power Supply Interruption**

When we insure farm office equipment we will pay for loss or damage to Electronic Data Processing Equipment, Data or Media caused by any change or interruption in electrical power supply, if the cause of such change or interruption originated within 1,000 feet of the premises containing the Electronic Data Processing Equipment, Data or Media, except that no distance limitation will apply with respect to loss or damage caused by lightning.

The deductible that applies to this additional coverage for Power Supply Interruption is \$1,000, unless a higher deductible applies to Farm Office Equipment, in which case that higher deductible will apply.

**(5) Electronic Data Processing - Mechanical Breakdown**

When we insure farm office equipment we will pay for loss or damage to Electronic Data Processing Equipment, Data or Media, caused by mechanical breakdown, including rupture or bursting caused by centrifugal force.

The deductible that applies to this additional coverage for Mechanical Breakdown is \$1,000, unless a higher deductible applies to Farm Office Equipment, in which case that higher deductible will apply.

**C. Section I. LOSS SETTLEMENT CONDITIONS, 5. Coverage E – Scheduled Farm Personal Property is amended to add the following:**

**g. Farm Office Equipment**

The Covered Property must be insured for the full actual retail “replacement cost” of property similar in function and capability to the lost or damaged Covered Property at the time of loss or damage, or you will incur a penalty. The penalty is that we will pay only the proportion of any loss or damage that the Limit of Insurance shown in the Declarations for the Covered Property bears to the actual retail replacement cost of property similar in function and capability to the lost or damaged Covered Property at the time of loss or damage.

**h. Valuation of Farm Office Equipment**

- a. In the event of loss or damage to Farm Office Equipment covered by this endorsement, the value of covered property will be determined as follows:

**(1) Farm Office Equipment**

The value will be determined as of the time of loss or damage on the basis of the actual retail "replacement cost" of property similar in function and capability to the lost or damaged Covered Property. We may, at our option, repair, rebuild or replace with substantially identical property that Covered Property which is damaged or destroyed.

**(2) Active Data Processing Media and Computer Program (Software)**

We will not be liable for more than:

- (a) The actual reproduction costs of the active data processing media and computer programs (software), or  
(b) If not replaced or reproduced, the value of the blank media.

**(3) Data Valuation**

We will not be liable for more than the actual cost of labor incurred to reconstruct data into electronically converted form.

In no event will we be liable for more than the applicable Limit of Insurance shown in the Declarations.

**D. EXCLUSIONS - FARM OFFICE ACCOUNTS RECEIVABLE AND VALUABLE PAPERS AND RECORDS**

**1. ADDITIONAL EXCLUSIONS APPLICABLE TO BOTH THE FARM OFFICE ACCOUNTS RECEIVABLE AND VALUABLE PAPERS AND RECORDS COVERAGES OF THIS ENDORSEMENT:**

We will not pay for loss or damage caused by or resulting from electrical or magnetic injury, disturbance or erasure of electronic recordings that is caused by or results from:

- a. Programming errors or faulty machine instructions;  
b. Faulty installation or maintenance of data processing equipment or component parts.

But we will pay for direct loss or damage caused by lightning.

**2. ADDITIONAL EXCLUSIONS APPLICABLE ONLY TO THE FARM OFFICE VALUABLE PAPERS AND RECORDS COVERAGE OF THIS ENDORSEMENT:**

We will not pay for loss or damage caused by or resulting from:

- a. Errors or omissions in processing or copying. But if errors or omissions in processing or copying results in fire or explosion, we will pay for the loss or damage caused by that fire or explosion.  
b. Wear and tear, gradual deterioration or latent defect.

**3. ADDITIONAL EXCLUSIONS APPLICABLE ONLY TO THE FARM OFFICE ACCOUNTS RECEIVABLE COVERAGE OF THIS ENDORSEMENT:**

We will not pay for:

- a. Loss or damage caused by or resulting from alteration, falsification, concealment or destruction of records of accounts receivable done to conceal the wrongful giving, taking or withholding of "money", "securities" or other property. This exclusion applies only to the extent of the wrongful giving, taking or withholding.  
b. Loss or damage caused by or resulting from bookkeeping, accounting or billing errors or omissions.  
c. Any loss or damage that required any audit of records or any inventory computation to prove its factual existence.

- E. The deductible applicable to the coverage of this endorsement is shown in the Declarations.

**All terms and conditions of this policy apply unless modified by this endorsement.**