

In consideration of an additional premium of \$25.00, we agree to pay those reasonable costs and expenses necessarily incurred for the containment, clean up, legal defense and associated property damage resulting from the accidental/unintentional spillage of a "contaminant" from the insured watercraft/yacht.

DEFINITIONS: For the purposes of this specific endorsement, the following definitions shall apply:

- A. YOU means the Named Insured as described on the Declarations Page of this policy or anyone falling under the description of "Insured Person" as specified on page 1 of this policy under the DEFINITION Section.
- B. Covered Event means the sudden accidental and unexpected discharge, leakage or spillage of a contaminant from the insured watercraft/yacht into or upon water or land at a specific time and place within the policy period hereunder.
- C. Contaminant means any petroleum product, chemical, lubricant, solvent or other harmful substances of any kind or nature normally associated with the use, maintenance, and/or operation of the insured watercraft/yacht.

COVERAGE PROVIDED: This endorsement will cover the following:

- 1. Those reasonable costs or expenses directly associated with the actual clean-up of a covered event.
- 2. Those reasonable costs or expenses legally imposed upon the insured by government authorities assisting or monitoring the clean-up; and
- 3. Those reasonable costs or expenses to defend you against legal action from a covered event.

LIMIT OF LIABILITY: With respect to any claim or claims arising out of the unintentional spillage of a contaminant from the insured watercraft/yacht that would not be covered EXCEPT by this endorsement, the MAXIMUM limit of this Company's liability for all reasonable loss, costs, expenses, damages and defense costs combined shall be \$500,000 -- regardless of the number of insureds, claims made, or watercraft/yachts involved in any one accident, or series of accidents arising out of the same event.

This additional coverage will NOT apply if you or any additional insured fails or refuses:

- 1. To report the covered event giving rise to such liability to the appropriate authorities as required by law and to this Company AND you or any additional insured knows or has reason to know of the covered event; or
- 2. To provide all reasonable cooperation and assistance requested by someone acting under their legal authority in connection with containment and clean-up activities or as required by law.

EXCLUSIONS: We do NOT provide coverage under this endorsement for:

- A. Liability which has been assumed by you or any additional insured under contract or agreement;
- B. Liability arising out of the transportation of the watercraft/yacht on land;
- C. Liability arising out of any event that occurs in the air;
- D. Intentional Loss. We do not provide coverage for an insured who commits or directs on an act with the intent to cause a loss.
- E. Liability arising out of the spillage, leakage, discharge or emission of any radioactive material or nuclear material of any kind;
- F. Liability for bodily injury, disease, death or mental illness or anguish; or
- G. Any claim for punitive damages, or any fine, penalty or cost of defense arising out of a criminal or civil violation of the law.

ALL OTHER TERMS AND CONDITIONS REMAIN UNCHANGED

CSLC END CT (11/01)

Authorized Company Representative