

DEFENCE COSTS WITHIN THE LIMIT OF LIABILITY

This Endorsement changes the policy. Please read it carefully.

It is agreed that section 5. **DEFENCE COSTS** contained under **PART 5 - LIMITS OF LIABILITY AND DEDUCTIBLES**, has been deleted in its entirety and replaced with the following:

5. DEFENCE COSTS

Except where this Policy is governed by the insurance laws of the Province of Quebec, **Defence Costs** shall be a part of, and not in addition to the Limits of Liability stated in the Declarations Page and shall reduce and may exhaust the Limits of Liability. In addition, the deductible amounts stated in the Declarations Page shall apply to **Defence Costs**.

All terms of this policy shall remain unchanged except as otherwise provided in this Endorsement.