

# TRANSIT CASH LETTER

This Endorsement Changes The Bond. Please Read it Carefully.

Certain words and phrases that appear in bold have special meaning as defined in the Intact form to which this Endorsement is attached.

The titles of sections or paragraphs listed below should not be considered for purposes of interpreting the intent of this Form; these titles have only been inserted for ease of reading.

In consideration of the payment of the premium, it is hereby understood and agreed that:

1. The attached "**Bond**" is amended by adding an additional **Insuring Agreement** as follows:

## TRANSIT CASH LETTER

Loss resulting directly from the physical destruction or other loss of:

- (1) an item enclosed and listed in a "**Transit Cash Letter**" while in transit between any office of the "**Insured**" and any place in Canada or the United States of America during the course of collection, presentation or payment, provided that such item is still missing twenty-one (21) days after the "**Insured**" learns that the item has not arrived at the destination; or
- (2) a cancelled cheque (or cheques) drawn by a customer after such cheque (or cheques) has been charged to the customer's account and after a statement of the condition of the account purporting to enclose such cheque (or cheques) has been dispatched or delivered to the customer.

The "**Underwriter**" will also indemnify the "**Insured**" for the wages paid to temporary "**Employees**" and overtime wages paid to regular "**Employees**" for necessary services rendered in identifying the depositors of lost items, and in assisting those depositors in obtaining duplicates thereof and also necessary costs incurred in the use of mechanical devices and materials in obtaining duplicates of the "**Transit Cash Letter**" item(s) where such devices and materials are not owned by the "**Insured**".

The "**Insured**" agrees to photograph the front and back or otherwise make a descriptive record of each item enclosed in a "**Transit Cash Letter**". However, if no photograph of the item can be produced because of equipment failure or error by an "**Employee**", coverage shall not be denied for that reason. A descriptive record of an item shall provide information identifying the bank upon which the item is drawn, the payee, the drawer or maker of the item, the amount payable, the date of the item and any other information necessary to reconstruct the item.

2. As used in this **Insuring Agreement** the term "**Transit Cash Letter**" means any letter or package containing cheques, drafts and similar items (itemized by separate amounts and accepted by the "**Insured**" for deposit, payment, collection or encashment) sent by the "**Insured**" to another office of the "**Insured**", to a processing centre, to a correspondent bank or to a Federal Reserve Bank for deposit, payment, collection or encashment.
3. In addition to the exclusions contained in the attached "**Bond**", the following exclusion is added:  
Loss resulting directly or indirectly from a dishonest or fraudulent act of an employee of a correspondent or drawee bank to which the "**Transit Cash Letter**" involved in the loss is transmitted or addressed, except when covered under **Insuring Agreement A**.
4. Exclusion (h) under **Section 2. EXCLUSIONS** of the "**Bond**" is amended to read:  
(h) Loss caused by an "**Employee**", except when covered under **Insuring Agreement A** or when covered under **Insuring Agreement B, C**, or under the **Transit Cash Letter Insuring Agreement**, and resulting directly from misplacement, mysterious unexplainable disappearance or destruction of, or damage to, "**Property**".
5. Exclusion (r) under **Section 2. EXCLUSIONS** of the "**Bond**" is amended to read:  
(r) loss of "**Property**" while:
  - i) in the mail; or
  - ii) in the custody of any "**Transportation Company**", unless covered under **Insuring Agreement C**;  
except when covered under **Insuring Agreement A** or under the **Transit Cash Letter Insuring Agreement**;
6. The "**Underwriter's**" total liability for each loss under the foregoing **Transit Cash Letter Insuring Agreement**, is limited to the amount stated in the Declaration Page(s) for this Endorsement.
7. The Deductible applicable for each loss is the amount stated in the Declaration Page(s) for this Endorsement.

All other terms and conditions of this Policy remain unchanged.