

PRO RATA CANCELLATION (ALL OCCURRENCE)

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 premium, it is hereby understood and agreed that the second paragraph in **Section 12. TERMINATION OR CANCELLATION**, is deleted in its entirety and replaced by the following:

If this "**Bond**" is terminated, cancelled or reduced by notice, from either the "**Insured**" or "**Underwriter**", as provided in subparagraphs (a), (b), or (c) of the preceding paragraph, the "**Underwriter**" shall refund to the Insured the unearned premium computed pro-rata. Failure or delay in tendering such unearned premium shall not delay or impair the termination or cancellation of the "**Bond**".

All other terms and conditions of the policy remain unchanged.