



SOUTH CAROLINA PERSONAL CAR POLICY

P.O. Box 723128
Atlanta, GA 31139

In the event of an accident please call:

1-888-580-8134

All other calls:

1-888-952-2902

Form 05-SC (05/2017)

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Please read **your** Personal Car Policy. It is a binding legal contract between **you** and **us**. The **Application** and **Declarations Page**, and any endorsements issued by **us**, are part of the contract formed by this policy. This policy describes which vehicles and **persons** have coverage, and which vehicles and **persons** do not have coverage. It includes language that excludes, restricts and limits coverage. It also describes the duty to give **us** notice of an **accident** or **loss**, and to notify **us** about changes in vehicles or drivers in **your household**.

IMPORTANT: Coverage does not apply under this policy for any **person** who does not comply with all:

1. Notice requirements;
2. Duties; and
3. Policy terms.

Anyone insured under this policy must comply with the policy requirements before coverage applies. Failure to comply may result in a claim or coverage denial.

Unless otherwise required by law, the last day of any time period required by this policy to make a payment, perform a duty or give notice, may be any day of the year, including a Saturday, Sunday or public holiday.

INSURING AGREEMENT

If **you** pay **your** premium when due, **we** agree to insure **you**, subject to the terms of this policy, for the coverage shown on the **Declarations Page**, up to the limits of liability.

If **you** make **your** initial payment by check or any method other than cash, coverage under this policy is conditioned upon that initial payment being honored when first presented for payment to **your** bank or financial institution.

DEFINITIONS

When shown in this policy in **bold** print, the words and phrases listed below have the meaning shown here. These meanings will apply whether the word or phrase appears in the singular, possessive, plural, active or passive forms:

1. "**Accident**" means an unexpected and unintended event that causes **bodily injury, property damage** or **loss**, which arises out of the ownership, maintenance, or use of a motor vehicle designed for use on public roads.
2. "**Actual cash value**" means the fair market value of stolen or damaged property at the time and place of the **loss**. When determining fair market value:
 - a. The age, mileage and physical condition of the property will reduce its value; and
 - b. **Depreciation** and prior damage will reduce its value.
3. "**Application**" means the form(s) provided by **us** to collect the information upon which **we** rely to decide to issue this policy and determine the proper premium to charge for the risk to be insured. This includes any supplemental application and coverage election, selection and rejection forms provided by **us**, and requests for additional information.

4. “**Auto business**” means motor vehicle **business** operations, including but not limited to:
 - a. Selling;
 - b. Leasing;
 - c. Transporting;
 - d. Delivering;
 - e. Repairing;
 - f. Servicing;
 - g. Road testing;
 - h. Cleaning;
 - i. Parking;
 - j. Storing;
 - k. Renting; or
 - l. Towing;any motor vehicles.
5. “**Bodily injury**” means bodily harm to a **person** and sickness, disease or death that result from it.
6. “**Business**” means:
 - a. A job, trade, profession, or occupation, whether full-time or part-time; and
 - b. Any employment or commercial activity of any kind.
7. “**Car**” means a motorized passenger type vehicle that is a sedan, passenger van, sport utility vehicle or pick-up truck, of a kind required to be registered under the **state** motor vehicle laws for use on the public roads, that has at least four but no more than 6 wheels and has a gross vehicle weight rating of 10,000 pounds or less (as determined by the manufacturer). “**Car**” does not include any:
 - a. Motorcycle, dirt bike or all-terrain vehicle (ATVs);
 - b. Golf cart;
 - c. Tractor;
 - d. Farm machinery;
 - e. Step-van or vans with cabs separate from the cargo area;
 - f. Vehicles operated on rails or crawler treads;
 - g. Recreational vehicle; or
 - h. Vehicle of any type while used:
 - (1) As a residence or premises; or
 - (2) For office, store or display purposes.
8. “**Declarations Page**” means the document from **us** with respect to this policy, listing:
 - a. The types of coverage **you** have elected;
 - b. The limit for each coverage;
 - c. The cost for each coverage;
 - d. The listed **cars** covered by this policy;
 - e. The coverage **you** bought for each **car**; and
 - f. Other information that applies to this policy.
9. “**Delivery**” means to be engaged in the activity of transporting, delivering or picking up **persons**, property, products, materials or goods for compensation or a fee in the course of any **business**, including going to a pick-up and returning from a drop-off. “**Delivery**” includes but is not limited to delivery of magazines, newspapers, food, and any other products.

10. “**Depreciation**” means a decrease in the value of property as occurs:
 - a. Over a period of time in the marketplace;
 - b. Due to wear and tear; and
 - c. Due to obsolescence.
11. “**Driver’s License**” means a valid and current certificate, permit or license issued by a **state** or governmental agency, authorizing a **person** to operate a motor vehicle.
12. “**Failure to pay premium**” means nonpayment, when due, of any premium or other payment due. This includes the dishonor or rejection, or refusal to pay, by a financial institution of any noncash payment made to **us** or made for this policy.
13. “**Household**” means the address where **you reside** that is shown on the **Declarations Page**.
14. “**Insured car**” means:
 - a. Any **car** described on the **Declarations Page**.
 - b. Any **car you** acquire to replace a **car** described on the **Declarations Page**, subject to the following conditions:
 - (1) The existing coverages on the **car** replaced will apply to a replacement **car** as of the date it is acquired if **you** notify **us** within 30 days of the date it is acquired by **you**. Car Damage Coverage shall not apply to the replacement **car** if **we** do not get notice within those 30 days.
 - (2) A replacement **car** will not be provided more coverage than applied to the **car** it replaced until and unless **you** ask **us** to add coverage and **our** conditions are met. If **you** add coverage or increase limits, that added coverage or increased limit does not apply until after **you** have asked **us** to add the coverage or increase limits.
 - c. Any additional **car**, other than a replacement **car**, that **you** acquire during the policy period, but only if **we** insure all **cars owned** by **you** and **you** give **us** notice within 30 days of the date the **car** is acquired by **you**. No coverage will apply to an additional **car** if **you** do not notify **us** within 30 days of acquiring that **car**. No Car Damage Coverage shall apply to an additional **car** until after the time **you** give **us** notice **you** have acquired the **car**, unless it is a replacement **car** and those conditions have been met.
15. “**Loss**” means direct and sudden loss of, or physical damage to, an **insured car** caused by an **accident**. This definition does not apply in Part V.
16. “**Minimum limits**” means the minimum amount of liability insurance required for a **car** by the motor vehicle financial responsibility and/or insurance laws of the state in which **you reside**, as shown in **our** records.
17. “**Named insured**” means the **person** or **persons** shown as the “**Named Insured(s)**” on the **Declarations Page**.
18. “**Non-owned car**” means any **car**, other than an **insured car**, that is not **owned** by or furnished or available for regular or frequent use by **you**, any **resident** of **your household** or **your** non-resident spouse. “**Non-owned car**” does not include any **car** rented for more than 30 consecutive days.
19. “**Occupying**” means to be in or upon a **car**, or engaged in the immediate act of getting in, on, out of or off.
20. “**Owns**” and “**Owned**” means to:
 - a. Hold legal title to the **car**;

- b. Have legal possession of the **car** subject to a written conditional sales agreement; or
 - c. Have legal possession of the **car** under a lease agreement of more than 30 days.
21. “**Owner**” means the **person** or entity who:
- a. Holds legal title to the **car**;
 - b. Has legal possession of the **car** subject to a written conditional sales agreement; or
 - c. Has legal possession of the **car** under a lease agreement of more than 30 days.
22. “**Person**” means a natural, living human being and not a corporation, partnership, association or **business** name.
23. “**Property damage**” means physical damage to, or destruction or loss of use of tangible property.
24. “**Racing**” means:
- a. Preparing or participating in any race, speed, demolition, stunt, or timed contest or activity, whether organized or not; or
 - b. Operating a motor vehicle on a track or course designed or used for racing, high performance or high speed driving.
25. “**Regular operator**” is any **person** not listed on the **Declarations Page** who has or had care, custody or control of the **insured car** for more than twenty-four (24) hours at any time during the policy term as shown on the **Declarations Page**. The twenty-four (24) hours may be consecutive or cumulative.
26. “**Relative**” means:
- a. A **person** who **resides** in **your household** and is related to **you** by blood, marriage or adoption;
 - b. **Your** ward or foster child who primarily **resides** with **you**.
- If the “**named insured**” shown on the **Declarations Page** is not a **person**, no one will be a **relative**.
27. “**Reside**”, “**resides**” and “**residing**” mean to dwell permanently, as the **person's** primary and legal domicile.
28. “**Resident**” and “**residents**” mean any **person** or **persons** who **reside** in the **household** of the **named insured**.
29. “**State**” means the District of Columbia, and any state, territory or possession of the United States, and any province of Canada.
30. “**Transportation network company**” (from now on referred to as “**TNC**”) means a **person**, corporation, partnership, sole proprietorship, or other entity operating in South Carolina that uses a digital network, platform, or Internet-enabled application to connect a **TNC passenger** to a **TNC driver** for the purpose of providing transportation for compensation using a **TNC vehicle**.
31. “**TNC driver**” means a **person** who uses a **TNC vehicle** to provide **TNC service** for **TNC passengers** matched through a **TNC's** digital network.
32. “**TNC passenger**” means a **person** for whom transportation is provided through **TNC's** digital network. This includes a **person** for whom arrangements for **TNC services** using the **TNC's** digital network was arranged by someone other than the **TNC passenger**.
33. “**TNC service**” means a period of time when a **TNC driver** accepts a request arranged through the **TNC's** digital network and proceeds to the **TNC passenger**

location, continues while **TNC driver** transports a requesting **TNC passenger** in the **TNC vehicle**, and ends when the requesting **TNC passenger** exits the **TNC vehicle**.

34. "**TNC vehicle**" means a **car** that meets all of the following:
 - a. Is used by a **TNC driver** to provide **TNC services**;
 - b. Is **owned**, leased, or otherwise authorized for use by the **TNC driver**;
 - c. Has been approved by the **TNC** to provide **TNC service** arranged through a **TNC digital platform**; and
 - d. Has a manufacturer's rated seating capacity not exceeding eight passengers, including the **TNC driver**.
35. "**We**", "**Us**" and "**Our**" mean the Company providing this insurance, as shown on the **Declarations Page**.
36. "**You**" and "**your**" mean the "**named insured**" shown on the **Declarations Page**, and spouse of that **named insured** if that spouse **resides** in the **household** of the **named insured** at the time of the **accident** or **loss**.

PART I - LIABILITY TO OTHERS

Insuring Agreement

Subject to the limits of liability, if **you** paid the premium for coverage for Liability To Others, **we** will pay damages for **bodily injury** or **property damage** for which any **insured person** becomes legally responsible because of a **car accident**. Damages include prejudgment interest awarded against the **insured person**.

We have the right to investigate, negotiate and settle any claim for damages covered by this coverage as **we** deem appropriate. **We** will settle or defend claims and lawsuits for damages covered under this Part I as **we** deem proper, with attorneys hired and paid for by **us**.

In addition to **our** limit of liability, **we** will pay all defense costs **we** incur. **Our** duty to settle or defend ends when **our** limit of liability for damages under this coverage has been paid. **We** have no duty to defend any lawsuit or settle any claim for **bodily injury** or **property damage** not covered under this part.

Additional Definition for Part I Only

As used in Part I:

"**Insured person**" or "**insured persons**" means:

1. **You** or a **relative** with respect to liability arising out of the ownership, maintenance or use of an **insured car**.
2. **You**, while driving a **non-owned car** with permission of its **owner**.
3. Any other **person** using an **insured car** with **your** permission.
4. Any other **person** listed as a driver on the **Declaration Page** while driving an **insured car**.
5. A **relative** listed as a driver on the **Declaration Page**, with respect to an **accident** while driving a **non-owned car** with permission of its **owner**.

6. Any Additional Interest shown on the **Declarations Page**, with respect to liability arising out of the use of the **insured car** by a **person** described above. Inclusion of an Additional Interest Insured shall not increase **our** limit of liability. Coverage for the Additional Interest insured is excess over any other valid insurance. Coverage for an Additional Interest insured is limited to the **insured car** for which the Additional Interest insured has been shown on the **Declarations Page**.

Additional Payments

For an **insured person**, we will pay, in addition to **our** limit of liability:

1. All expenses **we** incur in the settlement of any claim.
2. All expenses **we** incur in the defense of any lawsuit alleging claims against an **insured person** that may be covered by this policy.
3. Premiums on appeal bonds and attachment bonds required in any suit **we** defend. **We** have no duty to:
 - a. Pay the premium for any bonds that are more than **our** limit of liability;
 - b. Apply for or furnish bonds; or
 - c. Pay any premium for any appeal bond after **we** have tendered or offered the policy limit in payment of that portion of any judgment that falls within **our** limit of liability.
4. Up to \$100 for a bail bond needed due to an **accident** arising out of the use of an **insured car**. **We** have no duty to apply for or furnish bonds.
5. Other reasonable expenses, other than loss of earnings, incurred at **our** request.

Exclusions

Coverage for Liability to Others and **our** duty to defend do not apply to:

1. **Bodily injury** or **property damage** that arises out of the ownership, maintenance or use of a motor vehicle as a livery service or for **delivery**. This exclusion does not apply to:
 - a. Shared-expense car pools; or
 - b. That portion of the damages that:
 - (1) Is less than or equal to the **minimum limits**; and
 - (2) Arises out of the ownership or use of an **insured car**.
2. **Bodily injury** or **property damage** caused by an intentional act by, or at the direction of, an **insured person**, even if the **bodily injury** or **property damage** that results is not what was intended. This exclusion does not apply to the portion of the damages that:
 - a. Is less than or equal to the **minimum limits**; and
 - b. Arises out of the ownership or use of an **insured car**.
3. **Bodily injury** or **property damage** caused by any **person** using an **insured car** without **your** express or implied permission.
4. Use of a **non-owned car** by an **insured person** without the **owner's** permission or if being used outside of the scope of the **owner's** permission.
5. **Bodily injury** or **property damage** that arises out of, or is due to:
 - a. The ownership or use of a **car** for transporting any explosive substance, toxic material, flammable substance, or similarly hazardous material;
 - b. Nuclear reaction or radiation;
 - c. A peril to which a nuclear energy liability policy applies or is required by law to apply;

- d. Radioactive, pathogenic, poisonous, biological, toxic, or hazardous contamination or materials; or
 - e. War (declared or undeclared) or warlike action of any kind.
6. **Bodily injury** to an employee, employer or co-worker of any **insured person** that occurs in the course of employment. Coverage does not apply to a domestic employee if benefits are payable or are required to be provided under any workers' compensation or other similar law.
 7. **Bodily injury or property damage** that arises out of the ownership or **use** of an **insured car** when it is:
 - a. Rented, leased or provided to anyone in exchange for any form of value, compensation or reimbursement;
 - b. Entrusted to another **person** or entity for the purpose of subleasing, leasing, renting or selling and is no longer in **your** possession;
 - c. Sold to any **person** or entity other than **you** or a **relative**; or
 - d. Under a conditional sales agreement and is no longer in **your** possession.
 8. **Bodily injury or property damage** that occurs while a **TNC driver** is logged on a **TNC** digital network or while a **TNC driver** provides a prearranged ride.
 9. **Bodily injury or property damage** arising out of the ownership, maintenance or use of any motor vehicle, other than an **insured car** by an **insured person**, while in the course or scope of employment.
 10. **Bodily injury** to **you** or a **relative**. This exclusion does not apply to the portion of the damages that:
 - a. Is less than or equal to the **minimum limits**; and
 - b. Arises out of the ownership or use of an **insured car**.
 11. **Bodily injury or property damage** arising out of the operation of any traction engine, road roller, grater, tractor crane, power shovel, well driller, or implement of animal husbandry.
 12. Any liability assumed by an **insured person** under any contract or agreement.
 13. **Bodily injury or property damage** caused by an **insured car** when it is driven by any **person** who is not a listed driver on the **Declarations Page** and who does not have a valid **driver's license**. This exclusion does not apply to the portion of the damages that:
 - a. Is less than or equal to the **minimum limits**; and
 - b. Arises out of the ownership or use of an **insured car**.
 14. **Bodily injury or property damage** caused by an **insured person** operating an **insured car** or **non-owned car** while **racing**.
 15. **Bodily injury or property damage** arising out of the ownership, maintenance or use of any motor vehicle, other than an **insured car**, which is **owned** by **you** or furnished or available for regular or frequent use by **you** or any **insured person**.
 16. **Bodily injury or property damage** for which the United States Government is liable under the Federal Tort Claim Act.
 17. **Bodily injury or property damage** resulting from the ownership, maintenance, or use of any motor vehicle by any **person** while engaged in any **business** activities. This exclusion does not apply to:
 - a. **Business** use of an **insured car** that has been declared to **us** and for which **you** have paid the additional premium for that use; or
 - b. That portion of the damages that:
 - (1) Is less than or equal to the **minimum limits**; and

(2) Arises out of the ownership or use of an **insured car**.

18. **Property damage** to property:

- a. Rented to;
 - b. Transported by;
 - c. Owned by; or
 - d. In the care of;
- the **insured person**.

This exclusion does not apply to **property damage** to a residence or private garage not owned by an **insured person, you** or a **relative**, that is rented by **you**.

19. **Bodily injury** or **property damage** that occurs while the **insured person** is committing a felony or attempting to elude law enforcement personnel. This does not apply to misdemeanor violations of the motor vehicle or traffic code.
20. **Bodily injury** or **property damage** resulting from the operation of any **car** by a specifically named excluded driver.

If a court with proper jurisdiction finds an exclusion invalid and cannot be enforced, that exclusion is revised so it will:

1. Not to apply to the portion of damages that is less than or equal to the **minimum limits**; and
2. Apply and be enforced as to all other damages.

Limits of Liability

Without regard to the number of:

1. **Insured persons**;
2. **Cars** insured under this policy;
3. Separate premiums paid or shown on the **Declarations Page**;
4. Policies issued;
5. Claims made;
6. Vehicles involved;
7. Heirs or wrongful death beneficiaries involved; or
8. Lawsuits filed;

we will pay no more than the limits of liability shown on the **Declarations Page** due to any one **accident**. There will be no stacking or combining of coverage afforded to more than one **car** or **insured person** under this policy.

The limit for "each person" is the most **we** will pay due to **bodily injury** sustained by a **person** in an **accident**, and only the limit for "each person" will apply to the total of claims made due to that **bodily injury**, including any and all claims:

1. Derived from such **bodily injury** including, but not limited to:
 - a. **Loss** of society;
 - b. **Loss** of companionship;
 - c. **Loss** of service or support;
 - d. **Loss** of consortium; and
 - e. Wrongful death; and
2. For mental anguish or emotional distress due to observing the **accident** or **bodily injury** occur.

Subject to the **bodily injury** limit for “each person”, the limit for “each accident” is the most **we** will pay for **bodily injury** sustained by two or more **persons** in one **accident**.

The **property damage** liability limit for each occurrence is the most **we** will pay for any damage to property in one **accident**.

No one is entitled to duplicate payments under this coverage for the same element of damages that has been paid by:

1. Any other coverage under this policy;
2. Workers’ compensation or any similar insurance; or
3. Any other source.

Our limit of liability will not be increased for an **accident** because a trailer is attached to an **insured car** or a **non-owned car** at the time of the **accident**.

Any payment to a **person** under this liability coverage shall be reduced by any payments to that **person** under Uninsured Motorist Coverage and Underinsured Motorist Coverage.

Out of State Insurance

If an **accident** to which this Part I applies occurs in any state, territory or possession of the United States of America or any territory of Canada, other than the one in which an **insured car** is principally garaged, and the state, province, territory or possession has:

1. A financial responsibility or similar law requiring limits of liability for **bodily injury** or **property damage** higher than the limits shown on the **Declarations Page**, this policy will provide the higher limit; or
2. A compulsory insurance or similar law requiring a non-resident to maintain insurance whenever the non-resident drives a **car** in that state, province, territory or possession, this policy will provide the greater of:
 - a. The required minimum amounts and types of coverage; or
 - b. The limits of liability under this policy.

Other Insurance

If other valid and collectible motor vehicle liability insurance applies to an **accident** covered by this Part I, **we** will pay the proportionate share **our** limit of liability bears to the total of all those applicable liability limits. However, any insurance **we** provide for a **car**, other than an **insured car**, will be excess over any other collectible insurance, self-insurance or bond.

Financial Responsibility Laws

When **we** certify this policy as proof of future financial responsibility, this policy will comply with the minimum financial responsibility laws and is subject to all provisions of the South Carolina Motor Vehicle Financial Responsibility Act, as

amended, to the extent required for **bodily injury** and **property damage**. **You** must reimburse **us** for any payment **we** make which **we** would not have made under the terms of this policy except for it being certified.

Arbitration - Property Damage Liability Claims

A **person** who is a party to a disputed **property damage** liability claim may submit that claim to arbitration.

The disputed claim must be filed with the clerk of court, in triplicate on forms to be provided by the clerk, in the county where the cause of action arose or where the plaintiff or defendant **resides**.

The parties to the dispute may, by agreement, provide for determination of the disputed claim by one arbitrator. Otherwise, three arbitrators will be assigned by the court to hear and decide the case. A decision by the single arbitrator, or agreed to by two of the three arbitrators, shall decide the issue.

If any party is dissatisfied with the decision of the arbitrator(s), that party may appeal, within 20 days of the decision, to the court in which the claim was filed by service upon the other parties of a notice to appeal.

PART II – MEDICAL PAYMENTS

Insuring Agreement

Subject to the limits of liability, if **you** paid the premium for Medical Payments Coverage when due, **we** will pay the **usual and customary charge** for reasonable and necessary medical and funeral services because of **bodily injury**:

1. Caused by an **accident**; and
2. Sustained by an **insured person** while operating or **occupying** an **insured car**.

Additional Terms for Part II

Medical Payments Coverage is subject to the following:

1. Any dispute as to the **usual and customary charge** will be resolved between the service provider and **us**. If the **insured person** is sued for payment of any medical expense that **we** have refused to pay because:
 - a. The fee is unreasonable or exceeds the **usual and customary charge**; or
 - b. The service is unnecessary;**we** will defend the **insured person** with an attorney of **our** choice. **We** will pay defense costs and any judgment against the **insured person** up to **our** limit of liability. However, **we** have no duty to defend the insured if **we** deny an expense charged because it was not caused by a covered **accident**.
2. **We** will pay only for expenses incurred within 3 years from the date of the **accident**.

3. **We** have the right to review medical expenses and records to determine if each expense is reasonable and necessary for the diagnosis and treatment of the **bodily injury**.
4. **We** may refuse to pay for any portion of a medical expense:
 - a. That is unreasonable because the fee for the service is greater than the fee that is the **usual and customary charge**.
 - b. When the service(s) rendered is:
 - (1) Not provided and prescribed by a state licensed medical or health care provider acting within the scope of that license;
 - (2) Unnecessary for the treatment of the **bodily injury**; or
 - (3) For the treatment of a **bodily injury** that was not caused by the **accident**.
5. **We** may use sources of information selected by **us** to determine if any medical expense is:
 - a. Reasonable and necessary;
 - b. Caused by the **accident**; and
 - c. Greater than the **usual and customary charge**.

These sources may include:

- a. Exams by doctors **we** select. **We** will pay for these exams;
- b. Review of medical records and test results by **persons** and services selected by **us**;
- c. Computerized programs for analysis of medical treatment and expenses; and
- d. Published sources of medical expense information.

Additional Definitions for Part II Only

When shown in Part II in **bold** print the words and phrases listed below have the meaning shown here. These meanings will apply whether the word or phrase appears in the singular, possessive, plural, active or passive forms:

1. "**Insured person**" means:
 - a. **You**.
 - b. Any **relative**.
 - c. Any **person** listed as a driver on the **Declarations Page**.
 - d. Any other **person occupying an insured car** while the **car** is being driven by **you** or any other **person** with **your** permission.
2. "**Usual and customary charge**" means the amount **we** determine represents a customary charge for medical services in the geographic area in which the service is rendered. **We** shall determine the **usual and customary charge** through the use of independent sources of **our** choice.

Exclusions

This coverage does not apply for **bodily injury** to any **person**:

1. While **occupying an insured car** when used as a livery service or for **delivery**.
2. While **occupying** any motor vehicle while used as a residence.
3. While **occupying** a vehicle other than a **car** while the vehicle is being used in the **business** or occupation of an **insured person**.
4. During the course of employment if benefits are payable or must be provided under a Workers' Compensation Law or similar law.

5. Arising out of an **accident** involving any motor vehicle while being used by a **person** while employed or engaged in any **auto business**. This exclusion does not apply to **you** or a **relative** using an **insured car**.
6. Caused by:
 - a. War (declared or undeclared);
 - b. Civil war;
 - c. Insurrection;
 - d. Rebellion;
 - e. Revolution;
 - f. Nuclear reaction, radiation, or radioactive contamination;
 - g. Pathogenic, poisonous, biological, toxic, explosive or other hazardous materials; or
 - h. Any consequence of any of these.
7. While **you** or anyone driving with **your** permission is using an **insured car** while committing a crime or fleeing any law enforcement personnel.
8. While an **insured car** is being driven by any **person** who is not a listed driver on the **Declarations Page** and who does not have a valid **driver's license**.
9. While an **insured car** is used for **racing**.
10. For whom the United States Government or its military services are required (directly or indirectly) to provide similar services or benefits.
11. While an **insured car** is:
 - a. Rented, leased or provided to anyone in exchange for any form of value, compensation or reimbursement;
 - b. Entrusted to another **person** or entity for the purpose of subleasing, leasing, renting or selling and is no longer in **your** possession;
 - c. Sold to any **person** or entity other than **you** or a **relative**; or
 - d. Under a conditional sales agreement and is no longer in **your** possession.
12. That occurs while a **TNC driver** is logged on a **TNC** digital network or while a **TNC driver** provides a prearranged ride.
13. Resulting from the ownership, maintenance, or use of any **insured car** by a **person** while engaged in any **business** activities. This exclusion applies to any use of a vehicle for any **business**, including but not limited to livery or **delivery** services. This exclusion does not apply to:
 - a. **Business** use of an **insured car** that has been declared to **us** and an additional premium has been paid; or
 - b. Use of an **insured car** by **you** or a **relative** in an **auto business**.

Limits of Liability

Without regard to the number of:

1. **Insured persons**;
2. **Cars** insured under this policy;
3. Separate premiums paid or shown on the **Declarations Page**;
4. Policies issued;
5. Claims made;
6. Vehicles involved;
7. Heirs or wrongful death beneficiaries involved; or
8. Lawsuits filed;

we will pay no more than the limit of liability shown for this coverage on the

Declarations Page for each **insured person**. There will be no stacking or combining of coverage afforded to more than one **car** under this policy.

No one is entitled to duplicate payments under this coverage for the same element of damages that has been paid by:

1. Any other coverage under this policy;
2. Workers' compensation or any similar insurance; or
3. Any other source.

Any payment **we** make under this coverage to an **insured person** shall be excess insurance over benefits paid or payable under the provisions of any disability benefits or similar law.

Other Insurance

If there is other applicable motor vehicle medical payments insurance on a loss covered by this part **we** will not pay more than **our** share. **Our** share is the proportion that **our** limit of liability bears to the total of all applicable medical payment insurance limits.

PART III – UNINSURED / UNDERINSURED MOTORISTS

Insuring Agreement – Uninsured Motorist Coverage

Subject to the limits of liability, if **you** paid the premium for **Uninsured Motorist Coverage**, **we** will pay damages an **insured person** is legally entitled to recover from the **owner** or operator of an **uninsured motor vehicle** due to **bodily injury** or **property damage**:

1. Sustained by an **insured person**; and
2. Caused by an **accident**;

that arises out of the ownership, maintenance or use of the **uninsured motor vehicle**.

Insuring Agreement – Underinsured Motorist Coverage

Subject to the limits of liability, if **you** paid the premium for **Underinsured Motorist Coverage**, **we** will pay damages an **insured person** is legally entitled to recover from the **owner** or operator of an **underinsured motor vehicle** due to **bodily injury** or **property damage**:

1. Sustained by an **insured person**; and
2. Caused by an **accident**;

that arises out of the ownership, maintenance or use of the **underinsured motor vehicle**.

Additional Terms for Part III

The following Additional Terms apply to this Part III:

1. The liability of the **owner** or operator of an **uninsured motor vehicle** or **underinsured motor vehicle** for **bodily injury** or **property damage** must arise out of the ownership or use of an **uninsured motor vehicle** or **underinsured motor vehicle**.

2. If there is an offer of settlement made to an **insured person** by the insurer of the **uninsured motor vehicle** or **underinsured motor vehicle**, we must be given:
 - a. Not less than 30 days written notice of that offer to pay; and
 - b. An opportunity to advance payment to the **insured person** in an amount equal to the offer settlement within 30 days after receipt of notice.
3. **We** are not bound by any judgment that arises out of a lawsuit with respect to:
 - a. The liability of an **owner** or operator of an **uninsured motor vehicle** or **underinsured motor vehicle**; or
 - b. The amount of damages that result from an **accident**; if that lawsuit occurs without prior notice to **us**.
4. **We** are not bound by any settlement agreement entered into with the **owner** or **operator** of an **uninsured motor vehicle** or **underinsured motor vehicle** that occurs without **our** written consent.
5. Any lawsuit or arbitration against **us** by an **insured person** must be brought within three years after the date of the **accident**.

Additional Definitions for Part III Only

When shown in Part III in **bold** print the words and phrases listed below have the meaning shown here. These meanings will apply whether the word or phrase appears in the singular, possessive, plural, active or passive forms:

1. “**Insured person**” means:
 - a. **You**.
 - b. A **relative**.
 - c. Any other **person** who uses or is **occupying** an **insured car** with **your** permission.
 - d. A guest **occupying** an **insured car**.
2. “**Motor vehicle**” means a self-propelled land motor vehicle designed for use on public roads and highways, and subject to motor vehicle registration laws.
3. “**Underinsured motor vehicle**” means a **motor vehicle** for which one or more liability bonds, policies or self-insurance apply at the time of the **accident** with limits in an amount of at least the **minimum limits**, but which are less than the damages sustained by the **insured person** in the **accident**.

“**Underinsured motor vehicle**” does not include any vehicle or its equipment that is:

- a. **Owned** by the United States of America, Canada, a state, any other governmental entity, unit or agency except when a cause of action against, or damages owed by, the governmental entity, unit or agency arising out of a **motor vehicle accident** is limited or barred by the Tort Claims Act of South Carolina, as amended, or by any other applicable law;
- b. Operated on rails or crawler treads;
- c. Designed for use mainly off public roads, while not on public roads;
- d. Located for use as a residence or premises; or
- e. An **uninsured motor vehicle**.

4. “**Uninsured motor vehicle**” means a **motor vehicle** for which:
- a. No liability bonds, policies or self-insurance, or cash deposit or security, apply at the time of the **accident**.
 - b. There is liability insurance, but the liability insurer has legally denied coverage under its policy.
 - c. There is liability insurance, but the insurer writing the policy:
 - (1) Is or becomes insolvent;
 - (2) Is in delinquency proceedings, suspension or receivership; or
 - (3) Is financially unable to fully respond to a judgment in favor of an **insured person**.
 - d. There is a liability bond or policy, cash deposit or security providing liability protection at the time of the **accident**, but its limit is less than **minimum limits**.
 - e. The **owner** or operator cannot be identified, and that **motor vehicle** causes **bodily injury** to an **insured person** or **property damage**. However, this subpart “e.” of this definition applies only if:
 - (1) The **insured person**, or someone on his or her behalf, has reported the **accident** to some appropriate police authority within a reasonable time, under all circumstances, after its occurrence;
 - (2) The **bodily injury** or **property damage** was caused by physical contact with the unknown vehicle, or the **accident** must have been witnessed by someone other than the **owner** or operator of the **insured car**; provided however, the witness must sign an affidavit attesting to the truth of the facts of the **accident** contained in the affidavit; and
 - (3) The **insured person** was not negligent in failing to determine the identity of the other vehicle and the driver of the other vehicle at the time of the **accident**.

“**Uninsured motor vehicle**” does not include any vehicle or its equipment that is:

- a. **Owned** by the United States of America, Canada, a state, any other governmental entity, unit or agency except when operated by a **person** without proper authorization;
- b. Operated on rails or crawler treads;
- c. Designed for use mainly off public roads, while not on public roads;
- d. Located for use as a residence or premises;
- e. **Owned** or operated by a self-insured under any applicable motor vehicle law, except a self-insured that is or becomes insolvent or does not qualify as a self-insurer under South Carolina law; or
- f. An **underinsured motor vehicle**.

Exclusions

1. We do not provide coverage under this Part III for **bodily injury** or **property damage** for any **insured person**:
 - a. If that **person**, or that **person’s** legal representative, settles the claim with the **owner** or operator of an **uninsured motor vehicle** without **our** consent, and **our** right to recover payment from any liable party has been prejudiced by such act.

- b. While **occupying your insured car** while it is being used for livery or **delivery** services. This exclusion does not apply to:
 - (1) A share the expense car pool; or
 - (2) That portion of the damages that is less than or equal to **minimum limits** for claims arising out of an **accident** caused by an **uninsured motor vehicle**.
- c. Using or **occupying** a vehicle without the permission of the **owner**. This does not apply to:
 - (1) The use of the **insured car** by **you** or a **relative**; or
 - (2) An **insured person** who is a guest passenger **occupying** an **insured car** with a reasonable belief that he or she has permission to be in the **insured car**.
- d. While using or **occupying** any vehicle while that **insured person** is committing a crime.
- e. That results from nuclear radiation, exposure, or contamination.
- 2. **We** do not provide coverage under this Part III for any **property damage**:
 - a. While an **insured car** is used for any **racing**.
 - b. While an **insured car** is used in an **auto business**.
 - c. That arises out of the use, care, custody, or control of an **insured car** when it is sold to any entity or **person** other than **you** or a **relative**.
 - d. That results from:
 - (1) A war or warlike action of any kind; or
 - (2) A bio-chemical attack or exposure to bio-chemical, pathogenic, poisonous, biological, or other toxic agents.
 - e. That has been compensated by insurance or otherwise.
- 3. This coverage shall not apply directly or indirectly to benefit any:
 - a. Insurer or self-insurer under any of the following or similar laws:
 - (1) Workers compensation law; or
 - (2) Disability benefits law;
 - b. Government entity, unit or agency; or
 - c. Insurer of property.
- 4. **We** do not provide coverage under this Part III for **bodily injury** or **property damage** that occurs while a **TNC driver** is logged on a **TNC** digital network or while a **TNC driver** provides a prearranged ride.

If a court with proper jurisdiction finds an exclusion invalid, that exclusion is revised to apply only to the portion of damages that exceeds **minimum limits**.

Limits of Liability

The Limits of Liability set forth here apply to this Part III:

- 1. For an **insured person**, other than **you** or a **relative**, without regard to the number of:
 - a. **Insured persons**;
 - b. **Cars** insured under this policy;
 - c. Separate premiums paid or shown on the **Declarations Page**;
 - d. Policies issued;
 - e. Claims made;
 - f. Vehicles involved;

- g. Heirs or wrongful death beneficiaries involved; or
- h. Lawsuits filed;

we will pay no more than the limit of liability shown for this coverage on the **Declarations Page** for the **insured car** that is involved in an **accident** covered by this Part III. There will be no stacking or combining of coverage afforded to more than one **car** under this policy.

2. For **you** or a **relative**:

a. Without regard to the number of:

- (1) **Insured persons**;
- (2) Claims made;
- (3) Vehicles involved;
- (4) Heirs or wrongful death beneficiaries involved; or
- (5) Lawsuits filed;

we will pay no more than the limit of liability that applies as expressly described in the subparts of this clause 2, and subject to all other terms of this Part III.

b. If an **accident** with **uninsured motor vehicle** or **underinsured motor vehicle** occurred while **you** or a **relative** were **occupying** an **insured car**, **we** will pay no more than the sum of:

- (1) The limit of liability for Part III shown on the **Declarations Page** for the **insured car** involved in the **accident**; and
- (2) For each of any other **insured cars**, if any, that were not involved in the **accident**, the lesser of the:
 - (A) Limit of liability shown on the **Declarations Page** for that **insured car** that was not involved in the **accident**; or
 - (B) Limit of liability on the **insured car** that was involved in the **accident**.

c. If an **accident** with **uninsured motor vehicle** or **underinsured motor vehicle** occurred while **you** or a **relative** were **occupying** a motor vehicle other than an **insured car**, coverage under this Part III shall be excess to the coverage that applies to the motor vehicle **you** or a **relative** were **occupying**. Coverage under this Part III then shall be available as follows:

- (1) If that **insured person** has a motor vehicle involved in the **accident**, then this coverage is payable only to the extent of the uninsured or underinsured limit of liability, if any, that **insured person** has on the motor vehicle involved in the **accident** multiplied by the number of **insured cars** under this policy with Uninsured or Underinsured Motorist Coverage as applicable. However:
 - (A) If that **insured person** has no uninsured or underinsured coverage for the motor vehicle involved in the **accident**, then no coverage applies under this Part III.
 - (B) For each of any other **insured cars**, if any, that were not involved in the **accident**, the most to be paid as related to that **insured car** is the lesser of the:
 - (i) Limit of liability shown on the **Declarations Page** for that **insured car** that was not involved in the **accident**; or
 - (ii) Limit of liability of the other motor vehicle the **insured person** has that was involved in the **accident**.

- (2) If that **insured person** has no motor vehicle involved in the **accident**, then this Part III coverage is payable only to the extent of the limit of liability, if there is one, on the **Declarations Page** for any ONE of **your insured cars**.
- d. If an **accident** with an **uninsured motor vehicle** or **underinsured motor vehicle** occurred while **you** or a **relative** were not **occupying** any motor vehicle, then this Part III coverage is payable only to the extent of the limit of liability, if there is one, on the **Declarations Page** for any ONE of **your insured cars**.
3. If an **accident** covered by Part III occurs that results in **bodily injury** to or **property damage** of:
 - a. **You** or a **relative**; and
 - b. Any other **insured persons**;all **insured persons**, including **you** and any **relative**, shall be entitled to a pro rata share of the limit of liability shown on the **Declarations Page** for the coverage under Part III for the **insured car** that is involved in an **accident**. A **person's** pro rata share shall be the proportion that that **person's** damages bears to the total damages sustained by all **insured persons**.

You and any **relatives** may be entitled to receive additional sums, but only as described in clause 2 directly above, and subject to all other terms of this Part III, if the damages which **you** or a **relative** are legally entitled to recover have not been fully compensated by the share received out of the limit of coverage that was available on the **insured car** involved in the **accident**. **Insured persons**, other than **you** or a **relative**, will not be entitled to any stacked or additional limits, benefits or payments under Part III.

4. The amount shown on the **Declarations Page** for "each person" is the most **we** will pay for all damages due to **bodily injury** to one **person** in any one **accident**, and only the limit for "each person" will apply to the total of claims made for **bodily injury** and any and all claims:
 - a. Derived from such **bodily injury** including, but not limited to:
 - (1) **Loss** of society;
 - (2) **Loss** of companionship;
 - (3) **Loss** of service or support;
 - (4) **Loss** of consortium; and
 - (5) Wrongful death.
 - b. For mental anguish or emotional distress due to seeing the **accident** or **bodily injury** occur.

Subject to the "each person" limit, the amount shown for "each accident" is the most **we** will pay for all damages due to **bodily injury** sustained by two or more **persons** in any one **accident**.

This amount may be increased for **you** or a **relative**, but only as described directly above in this Limits of Liability section.

5. The most **we** will pay for **property damage** to an **insured car** arising out of any one **accident** is the lesser of:
 - a. The applicable limit of liability shown in the **Declarations Page** for **Uninsured Motorist Property Damage Coverage**;
 - b. The **Actual Cash Value** of the **insured car**;

- c. The amount necessary to repair the **insured car** to its pre-loss physical condition; or
 - d. The amount necessary to replace the property with property of like kind and quality.
6. **Property damage** payments are subject to the following:
- a. Any deductible that may apply if shown in the **Declarations Page**.
 - b. If **you** or the **owner** of the **insured car** keep the salvage, the amount **we** pay will be reduced by the salvage value.
 - c. The amount **we** will pay under this Part will be adjusted and reduced for **depreciation**, physical condition and betterment as applicable. **We** do not pay for the amount of any betterment. **You** are responsible to pay for any betterment.
 - d. The amount **we** will pay to repair an **insured car** or replace parts will be based on the cost of parts which may be new, used, reconditioned, remanufactured or refurbished, parts that are original and/or non-original manufacturer parts or equipment.
7. No one will be entitled to duplicate payments for the same elements of damages under this policy or from any other source.
8. Any amount to be paid under this coverage, to or for an **insured person**, will reduce any amount that the **person** is entitled to recover under Part I - Liability To Others and/or Part IV – Car Damage Coverage.
9. The amount of damages an **insured person** is legally entitled to recover and which are used to determine the amount that may be recovered under this Part III shall be reduced by any amount:
- a. Paid or to be paid by or on behalf of any **persons** or organizations that may be legally responsible, including, but not limited to all sums paid under Part I of this policy;
 - b. Of any other liability insurance coverage not exhausted in any settlement with the **owner** or operator of the **uninsured motor vehicle** or **underinsured motor vehicle**, or any other **person** or party liable;
 - c. Paid or to be paid under Part II;
 - d. Paid or to be paid under any workers' compensation law, disability benefits law, or similar laws; and
 - e. Paid or to be paid under Part V.

Other Insurance

When an **insured person** occupies any vehicle, other than **your insured car**, this insurance shall be excess over any other similar insurance, bonds or self-insurance available to the **insured person**. The insurance, bonds or self-insurance which applies to the occupied **motor vehicle** is primary.

If there is other applicable similar insurance, bonds or self-insurance with the same priority of payment available under more than one policy or provision for coverage on an **accident** covered by this Part, **we** will pay only **our** share of the damages. **Our** share is determined as the proportion that **our** limit of liability bears to the total of all limits applicable on the same level of priority.

Arbitration

Arbitration is not available for coverage disputes.

If agreement cannot be reached between the **insured person** and **us** on:

1. Whether that **insured person** is legally entitled to recover damages; and
2. The amount of damages which are recoverable by that **insured person**; from the **owner** or operator of an **uninsured motor vehicle** or **underinsured motor vehicle**, then the dispute may be arbitrated if both parties agree.

If **we** and the **insured person** agree to arbitrate, a qualified and impartial arbitrator shall be selected by the parties. If the parties cannot agree on an arbitrator within 30 days, either may request a judge of a court with proper jurisdiction select such arbitrator.

Unless otherwise agreed by both parties:

1. Arbitration will take place in the county in which the **insured person resides**; and
2. Local rules of law as to procedure and evidence will apply. Disputes as to procedure and evidence shall be subject to the authority of the arbitrator.

The arbitrator has no authority to:

1. Decide issues of coverage; or
2. Award any amount:
 - a. In excess of the limit of liability;
 - b. As **punitive damages**; or
 - c. As fees, costs or interest.

The arbitrator's decision will be binding on:

1. Whether the **insured person** is legally entitled to recover damages; and
2. The amount of damages if the amount does not exceed the **minimum limits**. If the arbitrator's award exceeds the **minimum limits**, either party may demand the right to a trial. This demand must be made within 60 days of the arbitrator's decision. If this demand is not made, the amount of damages agreed to by the arbitrator will be binding.

Each party will pay the expenses it incurs, and share in paying the agreed expenses of the arbitration and arbitrator equally.

PART IV - CAR DAMAGE COVERAGE

Insuring Agreement

Subject to the limits of liability, if **you** paid the premium for coverage under Part IV, **we** will pay for a **loss** described below to an **insured car** for which coverage has been purchased. **We** will pay for **loss** to an **insured car** caused by:

1. A comprehensive **loss**, other than collision, only if the **Declarations Page** shows that Comprehensive coverage applies for that **insured car**.

2. Collision, only if the **Declarations Page** shows that Collision coverage applies for that **insured car**.

We will pay under Comprehensive or Collision coverage for **loss** to safety glass on **your insured car** without applying a deductible.

Loss caused by:

1. Missiles;
2. Falling objects;
3. Fire;
4. Theft;
5. Malicious mischief or vandalism;
6. Riot or civil commotion;
7. Explosion;
8. Earthquake;
9. Windstorm, hail, water or flood; or
10. Accidental glass breakage;

are comprehensive losses to be paid under Comprehensive coverage. **Loss** due to the hitting or being hit by an animal or bird will also be paid under Comprehensive coverage, but only if there is proof that the **car** damage directly resulted from contact with that animal or bird. A comprehensive **loss** shall not include any **loss** covered as a collision.

Loss caused by an **insured car**:

1. Overturning; or
2. Colliding with or being hit by another object;

are **collision** losses to be paid under Collision coverage. A collision **loss** shall not include any **loss** covered as a comprehensive **loss**.

Towing and Labor Coverage

If **you** paid the premium for Towing and Labor Coverage and it is shown on the **Declarations Page**, **we** will pay up to the limits shown on the **Declarations Page** for towing and labor costs incurred each time an **insured car** for which **you** bought this coverage is disabled. This includes the costs associated with emergency flat tire change, tire repair, battery jump, battery repair, fuel delivery (but not the fuel) and locksmith services each time an **insured car** is disabled, subject to the limits shown on the **Declarations Page** for that **insured car**. Covered labor must be performed at the time and place of disablement and does not include routine maintenance of the **insured car**. The maximum amount **we** will pay for any single disablement will be the amount shown on the **Declarations Page** for this coverage for that **insured car**. **You** must provide **us** with a verifiable receipt of the towing or labor charges incurred. This coverage does not apply to towing from entrapment in snow, mud, water or sand, more than 100 feet from a public road or highway.

Loss of Use (Rental) Coverage

If **you** paid the premium for Loss of Use Coverage and it is shown on the **Declarations Page**, when an **insured car** for which **you** bought this coverage sustains **loss** due to a collision, **we** will reimburse **you** for necessary **car** rental charges **you**

incur from a licensed rental car agency, while that **insured car** is inoperable due to that **loss**. **We** will pay no more than the limit shown on the **Declarations Page**.

Loss of Use Coverage is limited to the period the vehicle is inoperable or under repair.

Loss of Use Coverage will end 72 hours after **we** offer to pay the amount **we** determine is due for a total loss.

No deductible applies to Loss of Use Coverage. The limits set forth above are the most **we** will pay as the result of any one **loss**, regardless of the number of **insured cars** listed on this policy or premiums paid.

Additional Definition

When shown in Part IV in **bold print** “**special/additional equipment**“ means any of the following, except when installed by the original manufacturer of an **insured car** or by the manufacturer’s dealer as a manufacturer’s new car option or equipment on an **insured car**:

1. Parts, accessories, ground effects and any other equipment or enhancement;
2. Any modified suspension equipment, modified engines, modified carburetor systems, modified equipment, or custom wheels, including, but not limited to:
 - a. Aluminum, magnesium, chrome or alloy wheels;
 - b. Special wide-tread tires or slicks;
3. Custom paint, murals, decals or graphics; special carpeting or furnishings; sunroofs, moon roofs, t-bar or height extending roofs; bubble domes or similar windows; refrigeration or cooking equipment and any equipment used for sleeping;
4. Electronic video, audio, digital or data transmitting, receiving, recording and playback device, including but not limited to:
 - a. Communication and audio devices, including citizen band radios, two way mobile radios, televisions, VCR, mobile cellular and other telephones, blue tooth devices, scanning monitor receivers, audio devices that record and/or play sound, including: radios; satellite radios; stereos; cassette tape decks; compact disk systems; MP3 devices; internet audio streaming devices; audio interface devices; radio scanners; and similar devices for reproducing sound;
 - b. GPS and other navigation systems;
 - c. Personal computers and internet access systems;
 - d. Video devices, including DVD devices, VCR’s; monitors; cameras and televisions; and
 - e. Any accessories, cables, connectors or antennas used with any of these types of equipment.

Exclusions

Coverage does not apply to **loss**:

1. To an **insured car** while used for livery or **delivery** services. This exclusion does not apply to shared expense car pools.
2. Caused by:
 - a. War (declared or undeclared);
 - b. Civil war;
 - c. Insurrection;

- d. Rebellion;
 - e. Revolution;
 - f. Nuclear reaction, radiation, or radioactive contamination;
 - g. Pathogenic, poisonous, biological, toxic, explosive or other hazardous materials; or
 - h. Any consequence of any of the items listed above.
3. To any **special/additional equipment**. However, if **you** have paid the premium for Special/Additional Equipment Coverage and it is shown on the **Declarations Page**, this exclusion shall not apply to the **special/additional equipment** listed on the schedule of **special/additional equipment** in **our** records. If **you** change the **special/additional equipment** on an **insured car**, **you** must notify **us** to change **your** listed equipment before any added **special/additional equipment** will be covered.
 4. To any camper body or trailer.
 5. That occurs to any vehicle while it is located for use as a residence or premises.
 6. That results from off-road recreational use of a vehicle.
 7. Resulting from:
 - a. Prior **loss** or damage;
 - b. Manufacturer's defects; or
 - c. Any of the following:
 - (1) Wear and tear;
 - (2) Freezing;
 - (3) Mechanical or electrical breakdown or failure;
 - (4) Road damage to tires; or
 - (5) Mold, mildew, fungi or any by-product of these;unless the damage is the result of other **loss** covered by this policy.
 8. To any personal property, including but not limited to wearing apparel, any personal property, tools or nonstandard equipment and racks which is permanently or temporarily attached to an **insured car** at the time of the **loss**.
 9. That occurs while **you**, or anyone driving with **your** permission, is using an **insured car**:
 - a. In an illegal trade or transportation;
 - b. While committing a crime (other than a violation of a traffic law or similar law governing the ownership or operation of a vehicle); or
 - c. While fleeing any law enforcement personnel.
 10. Arising out of or due to the use of an **insured car** for transportation of any explosive substance, flammable liquid or similarly hazardous material, except transportation, incidental to ordinary residential or farm activities. This shall not apply to the fluids necessary for the operation of the vehicle.
 11. That occurs while an **insured car** is **racing**.
 12. That occurs while an **insured car** is subject to any bailment lease, conditional sale, mortgage or other encumbrance not specifically declared and described on this policy.
 13. Due to theft or conversion by **you**, or a **relative**. However, this does not apply to the interest of a **named insured** or the spouse of the **named insured** who **resides** in the same **household** as the **named insured** if that **person** did not consent to, direct, contribute to, or participate in the theft or conversion.

14. To an **insured car** caused intentionally by or at the direction of any **person** listed on the **Declarations Page**. This exclusion will not apply to the interest of a **named insured** or the spouse of the **named insured** who **resides** in the same **household** as the **named insured** if:
 - a. The state law protects that interest;
 - b. That **person** has not:
 - (1) Participated in;
 - (2) Contributed to;
 - (3) Directed; or
 - (4) Consented to;the intentional act causing the **loss**;
 - c. A complaint has been filed with law enforcement and signed by the innocent spouse to make an arrest of the other spouse for violation of a family violence or similar law; and
 - d. That **person** cooperates in any investigation relating to the **loss**.
15. That occurs while an **insured car** is driven by any **person** who is not a listed driver on the **Declarations Page** and who does not have a valid **driver's license**.
16. To an **insured car** when it is driven, operated, or used by any person who:
 - a. **Resides** in **your** household; or
 - b. Is a **regular operator** of an **insured car**; but is not listed or endorsed on the policy prior to **loss**.
17. That occurs while an **insured car** is rented to, leased to, or loaned to any **person** or organization in return for compensation, payment or benefit of any kind in exchange for, or resulting from, the use of the **insured car**.
18. That occurs while under the care or control of a **business** or **person**, other than a **person** listed as an insured driver under this policy, in exchange for payment, compensation or payment in kind in exchange for, or resulting from, the use of an **insured car**.
19. That occurs while a **TNC driver** is logged on a **TNC** digital network or while a **TNC driver** provides a prearranged ride.
20. Due to the legal seizure or destruction of an **insured car** by any government or civil authority for any reason.
21. Due to the repossession of the **insured car** by a **person** or entity legally entitled to do so.
22. Resulting from the ownership, maintenance, or use of an **insured car** while a **person** is engaged in any **business** other than **auto business** activities. This exclusion includes use of a vehicle for livery and **delivery** services. This exclusion does not apply if **business** use of an **insured car** has been declared to **us** and an additional business use premium has been paid.
23. To an **insured car** due to diminution of value or any loss or reduction in market or resale value.
24. That occurs while the operator of the **car** is texting, keying or typing on any portable electronic device, including but not limited to mobile phones and computers.
25. To any vehicle other than an **insured car** for which the premium has been paid for the coverage being sought under this Part.
26. To any vehicle involved in a single vehicle **accident** when a police report has not been made within twenty-four (24) hours of the **accident**.

Limits of Liability

1. **Our** Limit of Liability for **loss** shall not exceed the lowest of:
 - a. The **Actual Cash Value** of the stolen or damaged property at the time of **loss**, reduced by the deductible shown on the **Declarations Page**;
 - b. The amount necessary to repair the property to its pre-**loss** physical condition, reduced by the deductible shown on the **Declarations Page**;
 - c. The amount necessary to replace the property with property of like kind and quality, reduced by the deductible shown on the **Declarations Page**; or
 - d. Any Stated Amount Limit of Liability shown on the **Declarations Page**, including but not limited to any value listed for **special/additional equipment**.
The deductible will not apply to automobile safety glass.
2. If **you** or the **owner** of the **insured car** keep the salvage, the amount **we** pay will be reduced by the salvage value.
3. If **loss** is sustained by more than one **insured car** in the same collision, the terms of this policy shall apply separately to each **insured car**, including any applicable deductibles.
4. The amount **we** will pay under this Part will be adjusted and reduced for **depreciation**, physical condition and betterment as applicable. **We** do not pay for the amount of any betterment. **You** are responsible to pay for any betterment.
5. The amount **we** will pay to repair an **insured car** or replace parts will be based on the cost of parts which may be new, used, reconditioned, remanufactured or refurbished, parts that are original and/or non-original manufacturer parts or equipment.
6. There shall be no duplicate recovery for the same elements of **loss** under this coverage and any other coverage under this policy or any other source.
7. Each item of **special/additional equipment** shall be subject to the deductible shown on the **Declarations Page** for **special/additional equipment**. No other deductible shall apply to **special/additional equipment**.

No Benefit to Bailee

These coverages shall not directly or indirectly benefit any **person** or entity other than **you** for **loss** to an **insured car**.

Appraisal

If **you** and **we** fail to agree on the amount of **loss**, either may demand an appraisal of the **loss**. Each will appoint a competent and disinterested appraiser. The appraisers will select a third appraiser to decide any differences. Each appraiser will state separately the **Actual Cash Value** and the amount of **loss**. The award in writing by any two appraisers will be binding and will determine the amount payable. Each party will pay the expenses of its chosen appraiser. The expenses and the cost of the third appraiser will be shared equally.

We do not waive any of **our** rights under this policy by agreeing to an appraisal of the amount of **loss**. Coverage issues or disputes under this policy may not be determined by the appraisers.

Payment of Loss

At **our** option, **we** will pay the **loss** in money, or repair or replace the damaged or stolen property. With **your** consent, payment for repairs may be made directly to a repair shop if damage is repaired.

We may, at any time before the **loss** is paid or the property is replaced by **us**, return, at **our** expense any stolen property either to **you** or to the address shown in **our** records with payment for the resulting damage. **We** may keep all or part of the property at the agreed or appraised value, but there shall be no abandonment to **us**. **We** have no duty to preserve salvage.

We may make payment for a **loss** to **you** or the **owner** of the **car**. No payment is due under Part IV until **you** have fully complied with all of the conditions and duties stated in this policy.

Timeliness of Repairs

If there is a **loss**, **you** must begin repairs on an **insured car** within ninety (90) days from the date of **loss**. **We** will not be responsible for any **loss** or portion thereof which is caused by **your** delay in commencing such repairs.

Car Storage

We will pay up to a reasonable and customary daily rate for the cost of storage of an **insured car** in the event of a **loss** to the **insured car** for which coverage is provided under this Part. **We** will pay no more than \$400 total for the cost of storage of the **insured car** under this Part.

Loss Payee & Lienholder's Rights

If a loss payee or lienholder is shown on the **Declarations Page** with respect to an **insured car**, any amount paid under this Part IV for **loss** to that **car** will be paid according to **your** interest and that of the loss payee or lienholder. **We** may make separate payments according to those interests. However, with **your** consent, payment may be made directly to a repair shop when the **loss** is being repaired.

We will be subrogated to the loss payee or lienholder's rights of recovery to the extent of **our** payment.

Where a claim is denied for non-cooperation or breach of the insured's duties owed to **us**, the Loss Payee or lienholder's interest will not be protected. Where fraud, misrepresentation, material omission, intentional damage, or conversion, secretion and/or embezzlement of a **car** has been committed by or at the direction of **you** or a **relative**, or where the **loss** is otherwise not covered under the terms of this policy, the Loss Payee or lienholder's interest will not be protected. **We** have no duty to make any payment to a lienholder or Loss Payee unless the **loss** is payable to **you** and all policy terms and conditions have been met.

We reserve the right to cancel the policy as permitted by policy terms. Cancellation shall terminate this agreement as to the Loss Payee's interest.

Other Insurance

If there is other applicable insurance or source of recovery for **loss** to an **insured car**, **we** will pay the proportionate share **our** limit of liability bears to the total of all available sources of recovery. The deductible of this policy will be taken in a proportionate share based on the deductibles of each policy.

Other sources of recovery include, but are not limited to any:

1. Coverage provided by the **car owner**;
2. Other physical damage insurance available; and
3. Other source of recovery that applies to the loss.

PART V - ACCIDENTAL DEATH AND DISMEMBERMENT COVERAGE

Insuring Agreement

If **you** have paid the premium for Accidental Death and Dismemberment Coverage and it is shown on the **Declarations Page**, **we** will pay the benefits described under the Limits of Liability in this Part V with respect to **bodily injury** sustained by the **named insured** as the result of a Covered Event specified in this Part V.

Limits of Liability

If a **named insured** sustains death, dismemberment or loss of life, as described below, independent of other causes, that is the result of a Covered Event in an **accident**, **we** will pay the stated benefit to the **named insured**, subject to the aggregate limit of liability shown on the **Declarations Page**.

DEATH, DISMEMBERMENT OR LOSS OF SIGHT: If within 90 days from the date of an **accident** arising out of a Covered Event, **bodily injury** sustained by the **named insured** in that **accident** causes death, dismemberment or loss of sight, **we** will pay, as follows, but no more than the Limit of Liability shown on the **Declarations Page** for all **bodily injury**:

1. For accidental loss of life of the **named insured** **we** will pay the limit shown on the **Declarations Page**.
2. For loss of both Hands or both Feet, **we** will pay the limit shown on the **Declarations Page**.
3. For loss of sight in both eyes **we** will pay the limit shown on the **Declarations Page**.
4. For loss of one hand and one foot **we** will pay the limit shown on the **Declarations Page**.
5. For loss of either Hand or Foot **we** will pay one-half of the limit shown on the **Declarations Page**.
6. For loss of sight in one eye **we** will pay one-half of the limit shown on the **Declarations Page**.
7. For loss of a thumb and index finger of same Hand of the **named insured** **we** will pay one-half of the limit shown on the **Declarations Page**.

The word "loss", as used in this Part V, means:

1. With regard to hand or foot, complete severance through or above the wrist or ankle joint.
2. With regard to sight of eyes, entire and irrecoverable loss of sight.
3. With regard to thumb and index finger, complete severance through or above metacarpophalangeal joint.

The limit of liability shown for this coverage on the **Declarations Page** is the aggregate limit for all claims under this Part V, and is most **we** will pay under this coverage with respect to a **named insured**, without regard to the number of:

1. **Bodily injuries** sustained by the **named insured**;
2. **Cars** insured under this policy;
3. Separate premiums paid or shown on the **Declarations Page**;
4. Policies issued;
5. Claims made; or
6. Vehicles involved.

There will be no stacking or combining of coverage afforded to more than one **car** under this policy.

COVERED EVENTS:

1. While the **named insured** is riding solely as a passenger in or on, boarding or alighting from any public conveyance, including air, licensed to carry passengers for hire; or
2. When the **named insured** sustains injuries caused by unavoidable exposure to the elements following the forced landing, stranding, sinking or wrecking of such means of transportation described above in which the **person** insured has been riding solely as a passenger; or
3. While the **named insured** is driving or riding in or on; boarding or alighting from, a four-wheel private passenger automobile.

Seat Belt Coverage

The Principal Sum benefits for Accidental Death under this policy will be increased by an additional 20% of the benefit amount if death results while the **named insured** is a passenger or driver of a four-wheel private passenger automobile and the **named insured's** seat belt is properly fastened about their body.

Exclusions

This coverage does not cover any **loss**, death or **bodily injury** incurred for, or resulting from, any of the following:

1. Suicide or attempted suicide.
2. Intentional self-infliction of injury or attempted self-inflicted of injury.
3. Self-destruction or attempted self-destruction.
4. Infections except phylogenetic infections caused wholly by a covered **bodily injury**.
5. War or any warlike action.
6. **Accident** occurring while serving as an active member of any military unit, including but not limited to coast guard, national guard, army, naval or air service of any country.

7. **Accident** occurring while operating, or learning to operate, or performing duties as a member of the crew of any aircraft.
8. Sickness or disease of any kind.
9. **Bodily injury** or **loss** occurring while the **named insured** is intoxicated or under the influence of any narcotic, unless consumed or ingested pursuant to directions from a licensed physician, in the course of treatment, without any warning from the physician or a licensed pharmacist against operating any motorized vehicle while under the influence of the narcotic.
10. While **racing**.
11. While operating a motor vehicle use of a motor vehicle as a livery service or for **delivery**.
12. **Bodily injury** or **loss** that occurs while a **TNC driver** is logged on a **TNC** digital network or while a **TNC driver** provides a prearranged ride.
13. As a result of a hernia of any kind.
14. As a consequence of diabetes.
15. **Bodily injury** caused or contributed to, because the **named insured** committed, participated in or attempted to commit:
 - a. A felony; or
 - b. An act of violence, civil disobedience, civil disorder, riot or insurrection.

Additional Terms for Part V

1. **NOTICE OF CLAIM:** Written notice of claim must be given to **us** within 20 days after any **bodily injury** covered by this Part V, or as soon thereafter as is reasonably possible.
2. **PROOF OF LOSS:** Written proof of **loss** must be furnished to **us** within 90 days after the date of a covered event. Failure to furnish such proof within the time required shall not invalidate nor reduce any claim if it was not reasonably possible to give proof within such time, provided proof is furnished as soon as reasonably possible.
3. **PAYMENT OF CLAIMS:** Payment for loss of life will be payable in accord with any beneficiary designation made to **us**, or if none, then to the estate of the **named insured**. Payment of **our** limit of liability to the legal representative of the estate shall be deemed discharge of **our** duties under this Part V.
4. **PHYSICAL EXAMINATION AND AUTOPSY:** **We** have the right, at **our** expense, to require the **named insured** to submit to examinations by a licensed medical practitioner selected by **us** while a claim is pending. In the event of the death of the **named insured**, **we** have the right to have an autopsy performed during the period of contestability unless prohibited by law. The autopsy must be performed in South Carolina.

PART VI - GENERAL PROVISIONS

Policy Period & Territory

This policy applies only to **accidents** and **losses** that occur:

1. During the policy period as shown in the **Declarations Page** unless the policy is cancelled, in which case all coverage ends on the effective date of the cancellation; and

2. Within the policy territory. The policy territory is the United States of America, its territories or possessions, or Canada. This policy also applies to an **accident** or **loss** involving an **insured car** while being transported between ports within the policy territory.

Two or More Cars Insured

As to any **accident**, occurrence or **loss** to which this and any other **car** policy issued to **you** by **us**, or an affiliated insurer, applies to provide the same or similar type of coverage, the total limit of **our** liability under all the policies shall not exceed the highest applicable Limit of Liability under any one policy for any one vehicle insured, except as otherwise described under Part III – Uninsured/Underinsured Motorist Coverage.

Claims Handling

We may use any or all of the following to determine the value of any damages, loss or claim that may be covered by this policy:

1. Exams by doctors **we** select, at **our** expense, as often as **we** reasonably request.
2. Medical record review and test result review by **persons** and services selected by **us**.
3. Computer programs and databases for the analysis of medical treatment and expenses.
4. Computer programs, databases and published sources for **bodily injury**, medical, medical expense and damage information.
5. Estimates by vehicle repair shops.
6. Computer programs and databases for the evaluation of injuries and predicting jury verdicts.
7. Computer programs, databases and published sources for vehicle values and cost of repair.
8. Third-party vendors providing estimating, appraisal, injury evaluation, earnings calculators, and analysis.
9. Special-application technology.

Suits Against Us

No legal action may be brought against **us** until there has been full compliance with all terms of this policy.

No one other than an **insured person** under Part I of this policy shall have any interest in this policy prior to obtaining a verdict against an **insured person**.

No legal action may be brought against **us** for payment under Part I – Liability To Others until:

1. **We** agree in writing that the **insured person**, as defined under Part I, has an obligation to pay damages; or
2. The amount of the damages due under Part I on behalf of an insured has been determined by final judgment after trial.

No one shall have any right to make **us** a party to a suit to determine the liability of an **insured person** under Part I.

Any lawsuit against **us** by a **person** seeking coverage under Part III – Uninsured and Underinsured Motorist Coverage must be brought within 3 years after the date of the **accident**.

No one may sue **us** to determine the amount of **loss** payable under Part IV - Car Damage Coverage until after having complied with the Appraisal clause of this policy.

We have no duty to preserve or otherwise retain any salvage for any purpose, including as evidence for any type of court proceeding.

No one may sue **us** to determine the amount payable under Part V - Accidental Death and Dismemberment Coverage until at least 60 days after written proof of loss has been furnished to **us**. No such legal action may be brought after the expiration of three years after the time written proof of loss is required to be furnished to **us**.

Our Recovery Rights (Subrogation & Reimbursement)

In the event of any payment under this policy:

1. **We** will be subrogated to all rights of recovery of the **person** or entity to or for whom payment was made against another **person** or organization; and
2. Any **person** to or for whom a payment is made who recovers damages from a liable **person** or entity, or their insurer, shall hold the proceeds of that recovery in trust for **us**.

These rights shall be only to the extent of payments made under this policy. The **person** or organization to or for whom payment was made under this policy will be required to reimburse **us** out of any monies received from any party or organization liable for damages, or his or her insurance company.

Our rights of recovery whether by subrogation and/or reimbursement:

1. Have first priority to any payments from:
 - a. A liable party; or
 - b. Any other source;even if the **person** to or for whose benefit the payment is made has not been made whole and fully compensated for all damages.
2. Are subject to a reduction for an equitable pro-rata share of the reasonable expenses and fees due to a lawsuit brought by the **person** to or for whose benefit the payment is made to recover proceeds from a liable party.

To the extent of **our** payment under Part IV – Car Damage Coverage to an innocent co-insured for **loss** or damage that **we** would not have paid but for the fact it resulted from an intentional act of abuse, **we** may assert a right of recovery against the **person** whose intentional act caused the **loss** or damage.

Anyone to whom payment was made under this policy must cooperate with **us**, do whatever is necessary to protect **our** subrogation rights, and do nothing after the **loss** to harm **our** rights.

We may not assert rights of recovery by way of subrogation as to amounts paid by **us** as benefits under:

1. Part II – Medical Payments Coverage; or
2. Part III as:
 - a. Underinsured Motorist Coverage benefits; or
 - b. Uninsured Motorist Coverage benefits in excess of **minimum limits**.

If **we** seek recovery from a liable party:

1. **You** authorize **us** to seek recovery of any applicable deductible. But, **we** have no duty to do so, and **we** will notify **you** if **we** do not intend to proceed to collect the deductible; and
2. **You** agree to be bound by any settlement agreement entered into by **us** and the liable party, or the outcome of any arbitration **we** enter into, for those sums.

We reserve the right to compromise or settle the deductible and property damage claims against the responsible parties for less than the full amount. If the total recovery is less than the total of **our** payment and the deductible, **we** will reduce reimbursement of the deductible to **you** based on the proportion that the actual recovery bears to the total of **our** payment and the deductible.

Any reimbursement to **you** by **us** will be reduced by a proportionate share of expenses and attorney fees incurred in connection with the recovery.

If anyone insured under this policy, other than under the Underinsured Motorist Coverage of Part III, makes recovery from a responsible party without **our** written consent, that insured's rights under any affected coverage will no longer exist.

If payment is made on behalf of anyone insured under this policy to comply with state mandated coverage, and the policy or any subsequent change in coverage was obtained from **us** as a result of **your** material misrepresentation of the risk to be insured by **us**, which otherwise, had it been known to **us** at the time coverage was agreed to by **us**, **we** would have declined coverage or extension of coverage to **you**, **you** agree to reimburse **us** to the full extent of any **loss** and adjustment expense paid on **your** behalf as a result of **your** material misrepresentation to **us**.

Transfer of Your Interest in This Policy

Interest in this policy may not be assigned or transferred without **our** written consent. However, upon **your** death, coverage will be provided until the end of the policy period for:

1. Any person specifically named as an operator on the **Declarations Page**;
2. The legal representative of the deceased person while acting within the scope of his or her duties as a legal representative; and
3. **Your** spouse, if he or she was covered under this policy immediately prior to **your** death or the termination of the marital relationship, as applicable.

Policy Changes

This policy, which includes the **Declarations Page**, endorsements issued by **us**, the

Application, and any coverage election and rejection forms, contains all agreements between **you** and **us**. Its terms may not be changed or waived except by written endorsement issued by **us**. Notice to any agent or knowledge possessed by any agent or other **person** shall not change or affect a waiver on any portion of this policy nor stop **us** from exerting any rights under this policy.

If a change requires a premium adjustment, **we** will adjust **your** premium as of the effective date of the change. **We** may revise this policy form to provide more coverage without additional premium charge. If **we** revise this version of this policy form, **our** policy will automatically provide the additional coverage as to the date the revision is effective.

We rely upon the statements made by **you** in the **Application** for insurance to determine the amount of the premium for this policy. **You** agree to cooperate with **us** in determining if this information is correct and complete and **you** will notify **us** if it changes during the policy period. If this information is incorrect, incomplete, or changes during the policy period, **we** may adjust **your** premium during the policy period or take other appropriate action. To properly insure **your car**, **you** must promptly notify **us** when:

1. **You** change **your** address;
2. Any resident operators are added or deleted;
3. **You** acquire an additional or replacement **car**;
4. Any change in the operators in the household;
5. **You** or a **relative** get married or divorced; or
6. **You** or a **relative** obtains a **driver's license** or has a **driver's license** suspended, revoked, or refused.

Cancellation and Non-Renewal

The **named insured** may cancel this policy by returning it to **us** or by advising **us** when at a future date the cancellation is to be effective.

We may cancel by mailing notice, setting forth the reason(s) for cancellation, to the **named insured** shown on the **Declarations Page** at the last known address appearing on **our** records. Notice of cancellation will be mailed at least 15 days before the effective date of cancellation.

During the first 60 days of the first policy period in which this policy is in effect, **we** may cancel only for one or more of the following reasons:

1. A premium payment by check or bank draft is returned unpaid for insufficient funds or other reason by a financial institution. If the check or bank draft is for **your** first premium payment and it is not honored, this policy may be cancelled effective the date and time of policy inception;
2. **You** give **us** satisfactory proof from the Department of Motor Vehicles that **your insured car** has been sold or otherwise disposed of, or its license plates and registration have been surrendered to the State of South Carolina;
3. **You** have secured another policy that satisfies the financial responsibility laws of the State of South Carolina; or

4. **You** do not pay the required premium for this policy when due. Except as described in paragraph 1. directly above in this clause, this policy will not be canceled before the 31st day of the first policy period for nonpayment of premium.

We may cancel this policy for any lawful reason after it has been in effect for the first 60 days of the first policy period, but before it has been in effect for more than 90 days of that first policy period.

After this policy is in effect for more than 90 days of the first policy period, or if this is a renewal policy, **we** may cancel only for one or more of the following reasons:

1. The **failure to pay premium**;
2. The loss of driving privileges through suspension or revocation of **your** operator's license or motor vehicle registration, or that of a principal operator of **your insured car**, during the policy period or, if the policy is a renewal, during its policy period or the 90 days immediately before the last anniversary of the effective date; or
3. Any other reason permitted by law.

With respect to cancellation, this policy is neither severable or dividable. Any cancellation will be effective for all persons and all vehicles.

If this policy is cancelled, coverage will not be provided as of the date and time shown in the notice of cancellation.

Upon cancellation, **you** may be entitled to a premium refund. However, **our** making or offering of a refund is not a notice or condition of cancellation.

If this policy is cancelled by **us** for any reason including **failure to pay premium**, any refund due will be computed on a daily pro-rata basis, and subject to any fully-earned minimum premium.

If this policy is cancelled at **your** request, any refund due will be calculated at a 90% of pro rata basis, and subject to any fully-earned minimum premium.

If **we** decide to not to renew this policy, **we** will mail notice of nonrenewal, setting forth the reason(s) for nonrenewal, to the **named insured** shown on the **Declarations Page** at the last known address appearing in **our** records. Notice will be mailed at least 15 days before the end of the policy period.

Automatic Termination

This policy will also terminate automatically at the end of the current policy period if **we** offer to renew or continue **your** policy and **you** do not accept the offer. **Our** renewal offer is considered rejected if there is any **failure to pay premium**, when due, for the renewal.

Proof of Notice

We may mail or deliver any notice to the **named insured**. Proof of mailing of any notice will be sufficient proof of notice.

Our Right to Cancel or Non-Renew for Fraud or Misrepresentation

The statements made by **you** in the **application** are deemed to be representations. **We** have the right to cancel or non-renew this policy if any representation regarding a material fact or circumstance contained in the **application** is false, misleading, or affects the acceptance or rating of the risk by **us**, by either direct misrepresentation, omission, concealment of facts, or incorrect statements.

We also have the right to cancel or non-renew this policy if any representation regarding a material fact or circumstance contained in any notification of change is false, misleading, or affects the acceptance or rating of the risk by **us**, by either direct misrepresentation, omission, concealment of facts, or incorrect statement.

We may only cancel this policy for fraud or misrepresentation after it has been in effect for the first 60 days of the first policy period, but before it has been in effect for more than 90 days of that first policy period. After this policy is in effect for more than 90 days of the first policy period, or if this is a renewal policy, **we** will mail notice of nonrenewal, setting forth the reason(s) for nonrenewal, to the **named insured** shown on the **Declarations Page** at the last known address appearing in **our** records. Notice will be mailed at least 15 days before the end of the policy period.

Failure of Initial Payment

Coverage under this policy is conditioned upon **our** receipt of complete and unconditional payment of the initial down-payment of premium.

If **you** make **your** initial payment by check or any method other than cash, this policy is void as if never issued, and there will be no coverage at any time, if the initial payment is not honored for any reason when first presented for payment to **your** bank or financial institution or if there is any **failure to pay premium**. If this policy is void, **we** will not cover any claims, **loss** or damages of any kind. **You** must reimburse **us** for any amounts **we** are required by law to pay after **we** void the policy.

Policy Conformed to Statutes

Terms of this policy that are in conflict with the statutes or other applicable law of the state of South Carolina are hereby amended to conform to the applicable South Carolina laws. All other terms remain in full effect.

Fraudulent Claims

We do not provide coverage for any **insured person** who has made fraudulent statements or engaged in fraudulent conduct in connection with any **accident** or **loss** for which coverage is sought under this policy. This provision shall also apply to misstatements of use and omissions of fact.

We may deny coverage for fraud or a knowing misrepresentation even after the occurrence of an **accident** or **loss**. This means that **we** will not be liable for any claims or damages that would otherwise be covered.

If **we** are not permitted to deny coverage, any first-party claims will be reduced by the amount of any additional premium owed to **us**. Any payments made by **us** as the result of **your** fraud or misrepresentation may be recovered from **you**, or from any payments due or made to **you** under any first party coverage provided by this policy.

Conditions Precedent

There is no coverage provided under this policy until there has been full compliance with all of the terms and conditions of this policy.

Bankruptcy

The bankruptcy or insolvency of a **person** insured by this policy, or that **person's** estate, shall not relieve **us** of **our** obligations under this policy.

YOUR DUTIES & REPORTING ALL ACCIDENTS AND LOSSES

IMPORTANT: For coverage as described in this policy to apply, all notice requirements, duties, and policy terms that apply must be properly performed. Not doing so may result in a claim or coverage being partially or fully denied if **our** rights are prejudiced.

Notice of an Accident or Loss

In the event of an **accident** or **loss**, it must be reported it to **us** or one of **our** authorized agents as soon as practicable. The report must give time, place and circumstances of the **accident** or **loss** including the names and addresses of all injured parties and all witnesses involved in the **accident** or **loss**.

Other Duties

Anyone claiming any coverage under the policy must:

1. Cooperate with **us** and assist **us** in any matter concerning a claim or lawsuit.
2. Refuse to assume any obligation or incur any unreasonable and unnecessary expenses at the time of the **accident** or **loss**.
3. Immediately send **us** any legal papers relating to any claim or lawsuit.
4. Submit to physical examination at **our** expense by doctors **we** select as often as **we** may reasonably require.
5. Authorize **us** to obtain medical, wage and other records. Any medical records requested will pertain to the **bodily injury** arising from an **accident**.
6. Provide any written proof of **loss** that **we** require.
7. Submit to statements or examinations under oath and subscribe to the same as **we** may reasonably require. **We** may require that such statements or examinations be recorded and videotaped, as well as conducted individually and outside the presence of witnesses or other **persons** seeking coverage or benefits under this policy.

8. Provide **us** with any personal financial information **we** request for underwriting, policy servicing or claims handling purposes, or provide **us** with written authorization to obtain such information. This includes such information as social security numbers, credit history and any other related information. **We** limit both the collection and use of customer information to the minimum needed to administer **our** business.

Anyone claiming Uninsured/Underinsured Motorist Coverage must contact the police within 24 hours, or as soon as is practicable, after the **accident** if a hit and run driver is involved and must promptly send **us** copies of any legal papers if suit is brought.

Anyone claiming any coverage under this policy must also:

1. Take reasonable steps after **loss** to protect an **insured car** and its equipment from further **loss**. If **you** fail to do so, any further damage will not be covered under this policy. **We** will pay reasonably necessary expenses incurred in providing that protection.
2. Report the total theft of the **car** to the police promptly and as soon as practicable after the **loss**.
3. Allow **us** to inspect and appraise the damage to an **insured car** before its repair or disposal.
4. If a hit and run motorist is involved, adequate proof of loss and a statement under oath must be filed with **us** within 30 days of **our** request.

IN WITNESS WHEREOF, the Company has caused this policy to be executed and attested.



President



Secretary

ENDORSEMENTS

When any Endorsement applies, all other terms, limits and conditions of the policy that do not conflict with the terms of the Endorsement shall continue to apply.

THE FOLLOWING NAMED DRIVER NON-OWNED COVERAGE ENDORSEMENT APPLIES ONLY IF FORM NUMBER E-400 APPEARS ON **YOUR DECLARATIONS PAGE**.

NAMED DRIVER, NON-OWNED COVERAGE

If **you** have elected Named Driver, Non-Owned Coverage, **we** will only cover the permissive use of a “**non-owned car**” by the **named insured**. Any coverage provided under this policy shall be excess over any other applicable insurance, self-insurance or bond providing the same or similar insurance or benefits. The following policy changes shall apply:

1. The general policy definition of “**you**” and “**your**” are revised and “**you**” and “**your**” mean the **named insured**. No entity or **person** other than the **named insured** has any insurance under this policy.
2. The definition of “**insured person**” is revised in all parts of the policy and “**insured person**” means the **named insured**. No entity or **person** other than the **named insured** has any insurance under this policy.
3. No coverage applies under the policy for use of any **car** other than the permissive use of a **non-owned car** by a **named insured**.
4. No coverage applies under the policy for any **person** other than the **named insured**.
5. The “**Other Insurance**” clause in every part of this policy is revised and any insurance **we** provide shall be excess over any other applicable insurance, self-insurance or bond providing the same or similar insurance or benefits.
6. No Car Damage Coverage applies under the policy.

E-400 (05/2010)

THE FOLLOWING NAMED DRIVER EXCLUSION ENDORSEMENT APPLIES ONLY IF FORM NUMBER E-500 APPEARS ON **YOUR DECLARATIONS PAGE**.

NAMED DRIVER EXCLUSION

If one or more **persons** have been shown on the **Declarations Page** as Excluded Drivers or **you** have elected to exclude any drivers from coverage under this policy, **we** do not provide any coverage under any part of this policy for any **accident** or **loss** that occurs while any Excluded Driver is operating a **car** or any other motor vehicle.

When the Excluded Driver is operating a motor vehicle, no coverage applies for the Excluded Driver or anyone else, including but not limited to claims against **you**, **relatives**, or any other entity or **person** who may be vicariously liable or liable for negligent entrustment with respect to any **accident** or **loss** arising out of the operation of a motor vehicle by any named Excluded Driver.

Driver exclusions shall apply to all renewals, reinstatements after a lapse, continuation and replacement policies unless **you** notify **us** in writing that the election is revoked and **you** pay the additional premium for coverage of that driver.

By endorsing this policy with a Named Driver Exclusion, **you** declare that:

1. The driver's license of the excluded **person** has been turned in to the Department of Motor Vehicles; or
2. An appropriate policy of liability insurance or other security as may be authorized by law has been properly executed in the name of the **person** to be excluded from this policy.

E-500 (05/2010)

THE FOLLOWING **DIRECT REPAIR PROGRAM (DRP)** ENDORSEMENT APPLIES ONLY IF FORM NUMBER E-100 APPEARS ON YOUR DECLARATIONS PAGE.

DIRECT REPAIR PROGRAM (DRP) ENDORSEMENT

In exchange for a reduction in premium under Car Damage Coverage, it is agreed that any covered repairs will be completed at an approved DRP facility. If **you** choose to repair the damaged property at a shop other than an approved DRP facility, **we** will remove the discount from **your** policy from the inception date of the discount. If there is not a designated DRP facility within a thirty (30) mile radius from the address listed on your **Declarations Page**, then **you** may choose any repair facility without loss of the applicable discount.

E-100 (05/10)

THE FOLLOWING **RENTAL CAR COVERAGE** ENDORSEMENT APPLIES ONLY IF FORM NUMBER E-200 APPEARS ON YOUR DECLARATIONS PAGE.

RENTAL CAR COVERAGE ENDORSEMENT

In consideration of an additional premium charge, Part V – Car Damage Coverage - is extended to a rented **car**. The rental **car** may be for pleasure use or as a substitute for **your insured car** which is out of service due to an **accident** or **loss**.

E-200 (05/10)

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