

COLLISION WITH LOAN BALANCE COVERAGE

This endorsement is a part of the policy. Except for the changes this endorsement makes, all other provisions of the policy remain the same and apply to this endorsement.

Physical Damage Coverages

This policy provides Loan Balance Coverage if a premium is shown under "Coverage Symbol GL" in the "POLICY PREMIUM" schedules on the Declarations.

1. Additional Definitions

The following is added:

Outstanding Indebtedness means indebtedness:

1. secured by a **your car** for which a premium is shown under "Coverage Symbol GL" in the "POLICY PREMIUM" schedules on the Declarations; or
2. with a licensed financial institution; and
3. that was incurred in conjunction with the financing of the purchase of such **your car** as a new motor vehicle.

Outstanding Indebtedness does not include any interest or penalty charges.

2. Insuring Agreements

The following is added:

Loan Balance Coverage

If **we** declare a **your car** for which a premium is shown under "Coverage Symbol GL" in the "POLICY PREMIUM" schedules on the Declarations a total loss and make a payment under either Comprehensive Coverage or Collision Coverage, then **we** will pay the amount the **outstanding indebtedness** exceeds the actual cash value of the covered vehicle.

3. Limit – Loan Balance Coverage

The most **we** will pay is the amount of the **outstanding indebtedness** reduced by the actual cash value of the **covered vehicle**.

4. Exclusions

The following is added:

THERE IS NO COVERAGE IF **YOU** OR SOMEONE ACTING ON **YOUR** BEHALF ACTS IN A FRAUDULENT MANNER TO OBTAIN OR FILE A CLAIM UNDER THIS POLICY.