

The insurance policy provides comprehensive coverage types, including Liability Coverage, Medical Payments Coverage, Uninsured Motorists Coverage, and Coverage for Damage to Your Auto. Under Liability Coverage, the insurer agrees to pay damages for bodily injury or property damage for which the insured is legally responsible due to an auto accident, excluding punitive damages, and will cover defense costs until the liability limit is reached. Insured individuals include the policyholder, family members, and others using the covered auto with permission, while exclusions encompass damages from motorcycle use, vehicles over 10,000 pounds, and incidents involving unlawful activities. The policy complies with state financial responsibility laws if certified as proof of financial responsibility. Medical Payments Coverage addresses reasonable medical and funeral expenses incurred due to bodily injury from an auto accident, covering the policyholder, family members, and others in the covered auto, with exclusions for injuries from vehicles used for compensation, during employment if workers' compensation is available, and in vehicles owned by the insured or family members.

The policy also details Uninsured Motorists Coverage, which applies if the premium is paid, covering damages for bodily injury caused by an uninsured motor vehicle after applicable liability limits are exhausted. The insured includes the policyholder, family members, and others occupying the covered auto with permission, but does not cover benefits under workers' compensation or disability laws. The limit of liability for bodily injury is specified in the Declarations, and payments will be reduced by amounts paid by responsible parties or under other laws, prohibiting duplicate payments. Coverage for Damage to Your Auto includes "Other Than Collision" losses from theft, fire, and vandalism, and defines "Non-owned auto" as any vehicle not owned by the insured but used with permission. The insurer will cover reasonable towing and storage charges after an accident and transportation expenses following theft, with specific limits. Additional payments include locksmith services and a theft reward for information leading to a conviction. Exclusions for this coverage include losses while the vehicle is used for compensation, damage due to wear and tear, losses from war or civil unrest, and losses during organized races or contests. The insurer's liability for

repairs is limited to the cost of physical repairs, excluding any diminution in value, and payments may be made in cash or through repair or replacement, with the right to deduct unpaid premiums.

In case of a disagreement over the amount of loss, either party may demand an appraisal, with each selecting an appraiser and sharing costs. The policy requires the insured to report any changes affecting premiums, such as new drivers or changes in vehicle usage, which may lead to premium adjustments. The insurer may enhance coverages without additional charges, but this does not apply to general program revisions. Legal action against the insurer cannot commence until all policy terms are fully complied with, requiring either a written agreement of the insured's obligation to pay or a final judgment determining the obligation.

The policy can be canceled by the named insured through return of the policy or written notice. The insurer may cancel with at least 10 days' notice for nonpayment of premium or within the first 60 days of the policy, and 20 days' notice for other reasons. After 60 days, cancellation is limited to nonpayment, suspension or revocation of a driver's license, or material misrepresentation. Nonrenewal requires at least 20 days' notice before the policy period ends, and if the renewal premium is not paid, the policy will automatically terminate. Payments made by check or credit card are contingent on being honored; otherwise, the policy may be void from inception or terminate upon renewal.

Rights and duties under the policy cannot be assigned without written consent, but coverage continues for a surviving spouse or legal representative of the deceased named insured until the policy period ends. Misrepresentation in the application or change notifications can affect coverage, and fraudulent conduct related to claims will void coverage. Unpaid premiums may be deducted from any payments made under the policy, and in cases of multiple auto policies, total liability will not exceed the highest limit of any single policy. The Board of Directors may determine profit-sharing distributions for policyholders, subject to legal provisions, and the policy requires

countersigning by an authorized representative to be valid.