

Experimental Aircraft Kit Component Parts Coverage

Various provisions of this endorsement restrict coverage. Read **your** entire policy to determine **your** rights and obligations and what is and is not covered. This endorsement changes the provisions of **your** policy under the following coverage parts:

Part Two. AIRCRAFT PHYSICAL DAMAGE COVERAGE

Component Part Group Schedule	Limit of Coverage*	Deductible Amount
Airframe and Miscellaneous.....	\$	\$
Engine(s) & Propeller(s)/Rotor(s).....	\$	\$
Avionics and Instruments.....	\$	\$

*If no Limit of Coverage is shown for a component part group no coverage is provided by **your** policy.

Premises Location(s):

THE COVERAGE PROVIDED BY **YOUR** POLICY APPLIES ONLY TO LOSS OR DAMAGE RESULTING FROM AN **ACCIDENT AT THE PREMISES SPECIFIED IN THIS ENDORSEMENT.**

This endorsement restricts **your** coverage under **Part Two, AIRCRAFT PHYSICAL DAMAGE COVERAGE**, to provide coverage for loss or damage to the experimental **aircraft** described in Item 5 of **your** Coverage Identification Page and its component parts caused by an **accident** at the premises scheduled above while the **aircraft** is under construction. **Your** policy also provides coverage when the **aircraft** is being transported to new premises provided **we** have approved the change prior to the move. When used in this endorsement the term "component parts" means the scheduled engine, airframe and other miscellaneous parts and equipment that you purchased or obtained as part of or for an experimental aircraft kit which are attached, or intended to be attached, to the **aircraft**.

THE COVERAGE PROVIDED BY **YOUR** POLICY TERMINATES WHEN FUEL IS ADDED TO AN ENGINE ATTACHED TO THE **AIRCRAFT**. IT ALSO TERMINATES WHEN THE **AIRCRAFT** IS FULLY ASSEMBLED.

This coverage is also subject to the following terms, conditions and limitations:

1. What **You** Must Pay or Bear (Deductible)

When **we** pay for loss or damage to the **aircraft** or its component parts **you** must first pay or bear the Deductible Amount shown in this endorsement for each and every **accident** (including theft). Only one Deductible Amount applies to any one **accident**.

2. What **We** Will Not Pay

Paragraphs 4b, 4c, 4f and 4h of **Part Two. AIRCRAFT PHYSICAL DAMAGE COVERAGE** of **your** policy also apply to **your** coverage under this endorsement. In addition, **we** will not pay for any loss or damage:

- a. occurring during the running or testing of an **aircraft** engine; or
- b. occurring at any location or premises other than the premises described above; or
- c. to any component part resulting from any mistake, error, act or omission in the fabrication or installation of the component part; or
- d. to component parts which are owned by **others**; or

The following information is required only when the effective date of this endorsement is subsequent to the Policy effective date.

This endorsement is Endorsement No.
This endorsement is effective on
Attached to and forming a part of Policy No.
Issued to (First Named Insured):
Additional Premium:

- e. with respect to component parts that mysteriously disappear, or a loss or shortage discovered at inventory. Theft of the **aircraft** or its component parts is covered by **your** policy but theft will not be presumed as the result of a shortage or mysterious disappearance.

3. What **We** Will Pay (less Deductible Amount).

The most **we** will pay for loss or damage to the **aircraft** or any component part is the lesser of the following amounts:

- a. the limit of coverage specified by this endorsement for the scheduled component part group;
- b. the cost to replace the component part as determined by **your** cost reflected by **your** records or by the manufacturer of the component part if the component part was purchased new; or
- c. the reasonable cost to repair the **aircraft** or component part to its condition immediately prior to the **accident**; or

Cost of repair includes **your** necessary labor at a maximum rate of \$30.00 per hour (based upon reasonable and customary time estimates established by the kit manufacturer, mechanic or a certified repair station), plus the cost of parts and materials of similar kind and quality necessary to repair the **aircraft** or component part.

***** END *****