

THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.

Product Extortion

This Endorsement modifies insurance provided under the following:

FOOD BORNE ILLNESS INSURANCE FOR RESTAURANT CHAINS

1. It is further understood and agreed that the definition of *Loss* under Section 2 is amended to include *Extortion Costs*.
2. It is further understood and agreed that section 2., Definitions, is amended by the addition of the following definitions:
 - 3.1 *Extortion Costs* means
 - i. *Extortion Monies* paid by the Insured(s) in direct response to a Product Extortion demand made.
 - ii. In transit/delivery loss due to the destruction, disappearance, confiscation or wrongful appropriation of *Extortion Monies* while being handled or conveyed by anyone who is authorized by the *Insured(s)* to have custody thereof; provided that the *Product Extortion* demand which gave rise to the delivery is covered hereunder.
 - iii. Expenses or fees which are incurred and paid by the Insured solely as a direct result of a Product Extortion demand including but not limited to:
 - a. the amount paid by the *Insured* as a *Reward* to an *Informant* for information relevant to a specific *Product Extortion* demand. Notwithstanding, no *Reward* will be paid by the *Insurer* to any director, officer, trustee, member or partner of the *Insured* or to any individual holding similar responsibilities;
 - b. interest costs for a loan from a financial institution made to the *Insured* for the purpose of paying *Extortion Monies*;
 - c. reasonable costs of travel and accommodations incurred by or on behalf of the *Insured* while attempting to negotiate a *Product Extortion* demand;
 - d. reasonable increased costs of security due to a *Product Extortion* demand including but not limited to hiring of security guards, hiring of armored vehicles, and overtime pay to existing security staff for a period of up to 90 days, provided however that the pre-approved security consultant has specifically recommended such security measures.
 - 3.2 *Informant* means any person providing information not otherwise obtainable, in return for a *Reward* offered by the *Insured*.
 - 3.3 *Reward* means monies paid for information which results in *Extortion Costs* mitigation

Nothing herein contained shall be held to vary, alter, waive or change any of the terms, limits or conditions of this policy except as set forth above.

All other terms, conditions and exclusions remain unchanged.