

EXTORTION COSTS ENDORSEMENT

Named Insured			Endorsement Number
Policy Symbol	Policy Number	Policy Period To	Effective Date of Endorsement
Issued By (Name of Insurance Company)			

THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.

THIS ENDORSEMENT MODIFIES INSURANCE PROVIDED UNDER THE FOLLOWING:

CHUBB RECALL PLUSSM INSURANCE FOR CONSUMABLE PRODUCTS

The policy is amended as follows:

- I. The following is added to the definition of "insured event";

"Insured event" includes "product extortion"

The following is added to the definition of "Loss":

"Loss" includes "extortion costs".

- II. The following definitions are added to the policy:

"Extortion costs" means:

1. "Extortion monies" paid by you in direct response to a "product extortion" demand.
2. "Extortion monies" lost due to the destruction, disappearance, confiscation or wrongful appropriation of "extortion monies" while being handled or conveyed for delivery by anyone who is authorized by you to have custody thereof; provided that the "product extortion" demand which gave rise to the delivery is covered by this insurance.
3. Expenses or fees which are incurred and paid by you solely as a direct result of a "product extortion" demand, including the following:
 - a. The amount paid by you as a "reward" to an "informant" for information relevant to a specific "product extortion" demand. However, no "reward" will be paid to any director, officer, trustee, member or partner of any "insured" or to any employee, agent or other representative of any "insured" holding similar responsibilities;
 - b. Interest due on any loan made to you by a financial institution for the purpose of paying "extortion monies";
 - c. Reasonable costs of travel and accommodations incurred by you or on your behalf while attempting to negotiate a "product extortion" demand;
 - d. Reasonable increased costs of security due to a "product extortion" demand including 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 a security consultant approved by us has specifically recommended such increased security measures.

"Extortion Monies" means any monies paid by the "insured(s)" or lost in transit subsequent to a "product extortion" demand. For the purpose of this insurance policy, the term monies includes cash, monetary instruments, bullion or the fair market value of any securities, tangible property or services.

"Informant" means any person providing information not otherwise obtainable, in return for a "reward" offered by you.

“Product extortion” means any threat or related series of threats to cause an “insured product(s)” to become “adulterated” communicated to the “insured(s)” for the purpose of demanding “extortion monies”.

“Reward” means monies paid for information which results in “extortion costs” mitigation.

All other terms and conditions of the policy remain unchanged.

SPECIMEN