



October 28, 2004

REVISED ADDITIONAL INSURED ENDORSEMENTS APPROVED IN DELAWARE, INDIANA, MARYLAND AND NEW JERSEY

BACKGROUND

MSO[®] has revised several Commercial Liability Additional Insured endorsements to add specific language to provide an additional insured with coverage for their vicarious or contributory negligence only. These forms provide that there will only be coverage for the additional insured if the damage or injury is caused by the acts or omissions of either the named insured or those acting on the named insured's behalf. The revised forms include Additional Insured (MCL 320 and BU 06 01), Vendors (MCL 316), Architects/Engineers/Surveyors (MCL 323 and BU 06 02), Lessor of Equipment (MCL 324 and BU 06 06), and Contractors/Lessees/Owners (MCL 325, MCL 326 and MCL 328).

An additional endorsement entitled Contractual Coverage Limitation endorsement (MCL 194) has been developed which amends the definition of an insured contract to remove coverage for an additional insured's sole negligence. It applies to the Businessowners, Commercial Liability, Garage and House of Worship programs. When applicable, this form may be attached in connection with an additional insured endorsement.

We have received approval of these forms in the states of Delaware, Indiana, Maryland and New Jersey. A manual rule has also been approved referring to the Contractual Coverage Limitation form.

EFFECTIVE DATE

Immediately in Delaware, Maryland and Indiana.
December 1, 2004 in New Jersey.

DISTRIBUTION

These forms and the related rule have been added to the CD-ROM and can be accessed through our website <http://www.msonet.com>.

QUESTIONS

Contact Dennis Carrigan at (800) 935-6900 or e-mail dcarrigan@msonet.com.