

THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.

UNDERGROUND RESOURCES AND EQUIPMENT COVERAGE

This endorsement modifies insurance provided under the following:

COMMERCIAL GENERAL LIABILITY COVERAGE PART

SCHEDULE

Underground Resources And Equipment Hazard Property Damage	\$	Aggregate Limit
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(If no entry appears above, information required to complete this endorsement will be shown in the Declarations as applicable to this endorsement).

<p>DESCRIPTION OF OPERATIONS: Gasoline Recovery – From casing head or natural gas Oil or Gas Lease Operations – natural gas Oil or Gas Lease Operations – natural gas – within the limits of any town or city, on the right-of-way of any rail- road, or in any ocean, gulf or bay Oil or Gas Wells – cleaning or swabbing by contractors Oil or Gas Wells – cleaning or swabbing by contractors – within the limits of any town or city, on the right-of-way of any railroad, or in any ocean, gulf or bay Oil or Gas Wells – drilling or redrilling, installation or recovery of casing Oil or Gas Wells – drilling or redrilling, installation or recovery of casing – within the limits of any town or city, on the right-of-way of any railroad Oil or Gas Wells – Non-Operating Working Interest Oil or Gas Wells – servicing – by contractors Oil or Gas Wells – shooting</p>
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The following provisions are added with respect to "property damage" included within the "underground resources and equipment hazard" arising out of the operations performed by you or on your behalf and described in this endorsement:

A. With respect to "property damage" included within the "underground resources and equipment hazard" the following is added to **Section III – Limits Of Insurance:**

8. Subject to **5.** above, the Underground Resources and Equipment Hazard Property Damage Aggregate Limit shown in the Schedule or in the Declarations as subject to this endorsement is the most we will pay under Coverage **A** for the sum of damages because of all "property damage" included within the "underground resources and equipment hazard" and arising out of operations in connection with any one well.

B. Exclusion j.(4), under Paragraph 2., **Exclusions of Section I – Coverage A – Bodily Injury And Property Damage Liability** is replaced by the following:

2. Exclusions

This insurance does not apply to:

j. Damage To Property

"Property damage" to:

- (4) Personal property in the care, custody or control of the insured.

This exclusion does not apply to any "property damage" included within the "underground resources and equipment hazard" other than "property damage" to that particular part of any real property on which operations are being performed by you or on your behalf if the "property damage" arises out of those operations.

C. The following exclusions are added to **Section I – Coverage A – Bodily Injury And Property Damage Liability**:

This insurance does not apply to:

1. Any costs or expense incurred by you or at your request or by or at the request of any "co-owner of the working interest" in connection with controlling or bringing under control any oil, gas or water well;
2. Damages claimed by any "co-owner of the working interest".

D. The following is added to the **Duties In The Event Of Occurrence, Offense, Claim Or Suit** Condition of **Section V – Conditions**:

Upon the "occurrence" of a blow-out or cratering of any oil, gas or water well resulting from or in connection with operations performed by you or on your behalf, you agree that you will at your own cost and expense, promptly and diligently take whatever steps are necessary or legally required of you or necessary for you or any other person to bring such well under control.

E. The following definitions are added to the **Definitions** Section:

1. "Co-owner of the working interest" means any person or organization who is, with you, a co-owner, joint venturer or mining partner in mineral properties who:
 - a. Participates in the operating expense of such properties; or
 - b. Has the right to participate in the control, development or operation of such properties.
2. "Underground resources and equipment hazard" includes "property damage" to any of the following:
 - a. Oil, gas, water or other mineral substances which have not been reduced to physical possession above the surface of the earth or above the surface of any body of water;
 - b. Any well, hole, formation, strata or area in or through which exploration for or production of any substance is carried on;
 - c. Any casing, pipe, bit, tool, pump or other drilling or well servicing machinery or equipment located beneath the surface of the earth in any such well or hole or beneath the surface of any body of water.