

Notices:

A. In the event of an Occurrence, Claim or Suit, send all pertinent facts to:

Marine Claims Manager
Crum & Forster
101 Hudson St., 32nd Floor
Jersey City, NJ 07302

B. All other notices required under this policy:

Marine Underwriting Department
Crum & Forster
2101 Fourth Ave., Suite 1240
Seattle, WA 98121

**REGATTA LIABILITY PROTECTION
COVERAGE SUMMARY**

This Coverage Summary shows the limit of coverage that applies to your Regatta Liability Protection. It also lists those endorsements, if any, that apply on the beginning date of this agreement.

Limit Of Coverage

Each event limit: \$ 1,000,000.

Policy Form List

Here's a list of all forms that apply on the beginning date of your policy:

Coverage Summary	RLCS 1-1	Ed. 1-97
General Rules	RLGR 1-3	Ed. 1-97
Insuring Agreement	RLIA 1-6	Ed. 1-97

GENERAL RULES

These rules apply to the entire policy unless you're notified otherwise.

Special Rights And Duties Of The First Named Insured

You agree that when more than one insured is named in the Introduction, the first named insured has special rights and duties. These rights and duties are explained in the following General Rules:

- Premiums.
- Cancellation.
- Policy Changes.

What To Do If You Have A Loss

You or other protected persons are required to perform the duties described below when an accident or incident happens that could result in liability damages covered under this policy. Failure to comply could affect coverage. The insuring agreement contained in this policy determines what is covered. As a result, you should read it carefully to understand the extent of the coverage provided.

If an accident or incident happens that may involve liability protection provided in this policy, you or any other protected person involved must:

1. Notify the police if a law may have been broken.
2. Tell us or our agent what happened as soon as possible. Do this even though no demand for damages has been made against you or any other protected person, but you or another protected person is aware of having done something that may later result in a demand for damages. This notice should include all of the following:
 - The time and place of the accident or incident;
 - The protected person involved;
 - The specific nature of the accident or incident including the type of demand for damages that may result; and
 - The names and addresses of any witnesses and injured people.
3. Send us a copy of all written demands. Also send us a copy of all legal documents if someone starts a lawsuit.
4. Cooperate and assist us in securing and giving evidence, attending hearings and trials, and obtaining the attendance of witnesses.
5. Not assume any financial obligation or pay out any money without our consent. But this rule doesn't apply to first aid given to others at the time of an accident.

Your Policy Period

The insuring agreement in this policy begins at 12:01 a.m., Central Standard Time, on the effective date. If this policy replaces policies ending at noon Central Standard Time, rather than 12:01 a.m., coverage begins at noon when the old policy ends.

Insuring agreements added to this policy after its effective date begins on the effective date of the added agreement.

Coverage ends at 12:01 a.m., Central Standard Time, on the expiration date. If all or part of this policy is canceled for any reason before that date, that coverage will end at 12:01 a.m. Central Standard Time, on the cancellation date.

Premiums

We compute the premium you pay for this policy using information available at the time. The first named insured is responsible for paying all premiums and will be the one to whom we will pay any return premiums.

You must keep accurate records of the information we will need to compute your premium. Your agent can explain the type of records we will need. The first named insured agrees to send copies of these records at the end of each policy period - or any other time we request them.

Our Right To Inspect And Audit

You agree to let us inspect your property and business operations during normal business hours while this policy is in force.

We're not, however, required to make inspections. Nor will we guarantee that your property or operations are safe, or that they conform to any laws, codes, standards or regulations. This rule also applies to any organization which makes insurance inspections, surveys, reports or recommendations for us.

You also agree to let us examine and audit your financial books and records that relate to this insurance at any time up to 3 years after this policy ends.

Policy Changes

This policy contains all the agreements between you and us concerning this insurance. The first named insured is authorized to make changes in this policy with our consent.

This policy can only be changed by a written form included as part of the policy. This form must be signed by one of our authorized representatives.

Assignment And Transfers

Neither you nor anyone else covered under this policy can assign or turn over your interest in it without our written consent attached to the policy.

Cancellation

The first named insured can cancel this policy in whole or part at any time.

To cancel, the first named insured must deliver the policy or the part to be canceled to us or to any of our authorized agents. If this isn't possible, notify us by mail and include the date coverage is to end. We will refund the unused premium to the first named insured, less a charge for early cancellation. However, we won't refund the premium charged for protected persons added to your policy during the policy period.

If we cancel this policy, we will mail or deliver a cancellation notice to the first named insured at least 30 days before coverage will end: 10 days if we're canceling for nonpayment of premium. If notice is mailed, proof of mailing to the first named Insured's last mailing address known to us will be considered proof you were notified. Any unused premium will be refunded to the first named insured as soon as possible. However, the cancellation will be effective whether or not we've made or offered a refund.

Recovering Damages From A Third Party

Any person protected under this policy may be able to recover all or part of a loss from someone other than us. Because of this, each protected person must do all that's possible after a loss to preserve any right of recovery available. If we make a payment under this policy that right of recovery will belong to us.

If we recover more than we've paid, the excess will belong to the person who had the loss. But we will deduct our recovery expenses first.

Fraud And Misrepresentation

This policy is void if you or any other protected person hide any important information from us, mislead us, or attempt to defraud or lie to us about any matter concerning this insurance - either before or after a loss. Of course, everyone makes mistakes. Unintentional errors or omissions won't affect your rights under this policy.

How State Law Affects This Policy

Any part of this policy that conflicts with state law is automatically changed to conform to the law.

Lawsuits Against Us

No one can sue us to recover under this policy unless all of its terms have been lived up to. No one can sue us on a liability claim until the amount of the protected person's liability has been finally decided either by a trial or by a written agreement signed by the protected person, by us and by the party making this claim. Once liability has been determined by judgment or by written agreement, the party making the claim may be able to recover under this policy, up to the limits of coverage that apply. But that party can't sue us directly or join us in a suit against the protected person until liability has been so determined.

If the protected person or his or her estate goes bankrupt or becomes insolvent, we will still be obligated under this policy.

Provision Required By Law

"This policy is issued under and in pursuance of the laws of the State of Minnesota, relating to Guaranty Surplus and Special Reserve Funds." Chapter 437, General Laws of 1909.

REGATTA LIABILITY PROTECTION

This insuring agreement provides bodily injury liability protection for sail racing. There are, of course, limitations and exclusions which apply to that protection. As a result, this agreement should be read carefully to determine the extent of the coverage provided to you and other protected persons.

What This Agreement Covers

Bodily injury liability. We will pay amounts any protected person is legally required to pay as damages for covered bodily injury that:

- arises from a sail race;
- occurs on the water and away from the dock;
- happens while this agreement is in effect; and
- is caused by an event.

Protected person means any person or organization who qualifies as a protected person under the Who Is Protected Under This Agreement section.

Bodily injury means any physical harm, including sickness or disease, to the physical health of other persons. It includes any of the following that results at any time from such physical harm:

- Mental anguish, injury or illness.
- Emotional distress.
- Care, loss of services, or death.

Event means an accident, including continuous or repeated exposure to substantially the same general harmful conditions.

Right and duty to defend. We will have the right and duty to defend any claim or suit for covered bodily injury made or brought against any protected person. We will do so even if any of the allegations of any such claim or suit are groundless, false or fraudulent. But we have no duty to perform other acts or services. And our duty to defend claims or suits ends when we have used up the limit of coverage with the payment of judgments, settlements or legal expenses.

We will have the right to investigate any claim or suit to the extent that we believe is proper. We will also have the right to settle any claim or suit within the available limit of coverage.

Claim means a demand which seeks damages.

Suit means a civil or admiralty proceeding which seeks damages. It includes:

- an arbitration proceeding for such damages to which the protected person must submit or submits with our consent; and
- any other alternative dispute resolution for such damages to which the protected person submits with our consent.

Legal expenses mean attorney fees, costs and expenses, and all other fees, costs and expenses, that result directly from the investigation, defense, settlement or appeal of a specific claim or suit, including pre-judgment or post-judgment interest.

LEGAL EXPENSES ARE INCLUDED WITHIN YOUR LIMIT OF COVERAGE AND PAYMENT OF THESE EXPENSES WILL REDUCE YOUR LIMIT OF COVERAGE AVAILABLE FOR PAYMENTS OF JUDGMENTS OR SETTLEMENTS.

Right to appeal. We will have the right to appeal a judgment for covered bodily injury in any suit we defend.

If we appeal such a judgment, we will pay all expenses which result directly from the appeal, including all legal expenses. Such appeal expenses are in addition to the limit of coverage. However, the results of an appeal won't change the limit of coverage.

When This Agreement Covers

We will apply this agreement to claims or suits for covered bodily injury whenever they're made or brought.

Where This Agreement Covers

We will defend claims and suits, and pay judgments, settlements and legal expenses, only in the coverage territory for covered bodily injury that's caused by events which happen there.

Coverage territory means the United States of America, its territories, possessions, and territorial waters. It includes waters anywhere in the world where local, regional, national or international sail racing may be held.

Who Is Protected Under This Agreement

You are a protected person. Your Directors, Officers, Committee Members, Certified Judges and RSA Representatives are protected persons only for their duties in those capacities.

Separation of protected persons. We will apply this agreement:

- to each protected person named in the Introduction as if that protected person was the only one named there; and
- separately to each other protected person.

However, the limit of coverage shown in the Coverage Summary is shared by all protected persons. We explain how in the Limit Of Coverage section. Also, any right or duty specifically assigned to the first Named Insured remains unchanged. We explain those rights and duties in the General Rules, which is a part of your policy.

Limit Of Coverage

The limit shown in the Coverage Summary and the information contained in this section fixes the most we will pay regardless of the number of:

- protected persons;
- claims made or suits brought; or
- persons or organizations making claims or bringing suits.

Each event limit. This is the most we will pay for all covered bodily injury and legal expenses that result from any one event.

Exclusions - What This Agreement Won't Cover

Aircraft. We won't cover bodily injury that results from the:

- ownership, maintenance, use or operation;
- loading or unloading; or
- entrustment to others; of any aircraft owned, operated, rented, leased or borrowed by any protected person.

We explain what we mean by entrustment to others and loading or unloading in the Auto or mobile equipment exclusion.

Auto or mobile equipment. We won't cover bodily injury that results from the:

- ownership, maintenance, use or operations;
- loading or unloading; or
- entrustment to others; of any auto or mobile equipment owned, operated, rented, leased or borrowed by any protected person.

Auto means any land motor vehicle, trailer or semitrailer designed for travel on public streets or roads. It includes any permanently attached machinery or equipment.

Mobile equipment means any land vehicle that is designed for use primarily off public streets or roads.

Loading or unloading means the handling of property:

- while it's being moved from the place where it's accepted for transportation;
- while it's being loaded, transported and unloaded; and
- until it's moved to the place where it's finally delivered.

Entrustment to others means:

- the permitting of others to use or do something; or
- the giving of something to others for safekeeping.

Contract liability. We won't cover the protected person's liability for bodily injury assumed under any contract or agreement.

However, we won't apply this exclusion to liability for bodily injury the protected person would have without the contract or agreement.

Employer's liability. We won't cover bodily injury to an employee arising out of and in the course of his or her employment by a protected person. Nor will we cover bodily injury to the spouse, child, parent, brother or sister of that employee which results from the bodily injury to the employee.

We will apply this exclusion whether the protected person may be held liable as an employer or in any other capacity.

We will also apply this exclusion to any obligation of the protected person to share damages with or pay someone else who must pay damages because of bodily injury to any employee of the protected person.

Intentional bodily injury. We won't cover bodily injury that's expected or intended by the protected person.

But we won't apply this exclusion to intentional bodily injury that results from the use of reasonable force to protect people.

Liquor Liability. We won't cover bodily injury that results from any protected person:

- causing or contributing to the intoxication of any person;
 - selling, serving or furnishing alcoholic beverages to any person under the legal drinking age or under the influence of alcohol; or violating any law or regulation applying to the sale, gift, distribution or use of alcoholic beverages. But we will apply this exclusion only if you're in the business of manufacturing, distributing, selling, serving or furnishing alcoholic beverages.
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Nuclear energy liability. We won't cover bodily injury resulting from:

- ionizing radiation from or contamination by radioactivity from any nuclear fuel, nuclear waste or from the combustion of nuclear fuel;
- the radioactive, toxic, explosive or other hazardous or contaminating properties of any nuclear installation, reactor or other nuclear assembly or nuclear component thereof; or
- any weapon of war employing atomic or nuclear fission or fusion or other similar reaction or radioactive force or matter.

War. We won't cover bodily injury that results from war.

War includes:

- declared or undeclared war, or invasion;
- warlike action by a military force or other agents of any government, sovereign or other authority;
- civil war, insurrection, rebellion, revolution or seizure of power; or
- anything to hinder or defend against such actions.

Watercraft.

- We won't cover bodily injury that results from any watercraft owned, rented, leased or chartered by or to a protected person.
- We will not cover bodily injury arising out of sailboats borrowed or chartered for sail racing, by or to a protected person.

Kite Boarding.

- We won't cover bodily injury or loss arising out of Kite Boarding.

Workers' Compensation. We won't cover any obligation that the protected person has under a workers' compensation, disability benefits or unemployment compensation law, or any similar law.

AIMU Chemical, Biological, Bio-Chemical, and Electromagnetic Exclusion Clause (March 1, 2003)

This clause shall be paramount and shall override anything contained in this insurance inconsistent therewith.

In no case shall this insurance cover loss, damage, liability or expense directly or indirectly caused by or contributed to or arising from an actual or threatened act involving a chemical, biological, bio-chemical or electromagnetic weapon, device, agent or material when used in an intentionally hostile manner.

AIMU – Extended Radioactive Contamination Exclusion Clause with U.S.A. Endorsement (March 1, 2003)

This clause shall be paramount and shall override anything contained in this insurance inconsistent therewith.

1. In no case shall this insurance cover loss, damage liability or expense directly or indirectly caused by or contributed to by or arising from
ionizing radiations from or contamination by radioactivity from any nuclear fuel or from any nuclear waste or from the combustion of nuclear fuel
the radioactive, toxic, explosive or other hazardous or contamination properties of any nuclear installation, reactor or other nuclear assembly or nuclear component thereof
any weapon or device employing atomic or nuclear fission and/or fusion or other like reaction or radioactive force or matter.

The radioactive, toxic, explosive or other hazardous or contaminating properties of any radioactive matter. The exclusion in this sub-clause does not extend to radioactive isotopes, other than nuclear fuel, when such isotopes are being prepared, carried, stored, or used for commercial, agricultural, medical, scientific or other similar peaceful purposes.

Radioactive Contamination Exclusion Clause (U.S.A. Endorsement)

This insurance is subject to the Extended Radioactive Contamination Exclusion Clause (March 1, 2003) provided that if fire is an insured peril and where the subject matter insured or, in the case of a reinsurance, the subject matter insured by the original insurance, is within the U.S.A., its islands, onshore territories or possessions and a fire arises directly or indirectly from one or more of the causes detailed in Sub-Clauses 1.1, 1.2, and 1.4 of the Extended Radioactive Contamination Exclusion Clause March 1, 2003 any loss or damage arising directly from that fire shall, subject to the provisions of this insurance, be covered, EXCLUDING however any loss damage liability or expense caused by nuclear reaction, nuclear radiation or radioactive contamination arising directly or indirectly from that fire.

Other Insurance

This agreement is primary insurance. If there is any other valid and collectible insurance for bodily injury covered by this agreement, the following applies:

Other primary insurance. When there is other primary insurance, we will share any damages with that insurance using one of the methods of sharing described in the Methods of sharing section.

Methods of sharing. We will use one of the methods of sharing described below.

Contribution by equal shares. If all of the other insurance permits contribution by equal shares, we will share the damages equally. But we won't pay more than the limit of coverage that applies under this agreement. If any policy reaches its limit before the entire amount of damages is paid, the remaining policies will share the balance equally until their limits have been used up or the amount of the damages is paid in full.

Contribution by limits. If any of the other insurance doesn't permit contribution by equal shares, we will pay that portion of the damages equal to our percentage of the total of all limits that apply. But we won't pay more than the limits of coverage that apply under this agreement.

ENDORSEMENT: PER DECLARATIONS

EFFECTIVE: PER DECLARATIONS

THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.

MASTER POLICY ENDORSEMENT

It is hereby understood and agreed that this policy is a master policy. As such, the Named Insured(s) shall be as declared by certificate, and "Signal Program – Master Policy" is not a Named Insured hereunder.

It is further agreed that this policy shall automatically provide coverage for Named Insured(s) that are declared by certificate. Such certificates shall be provided to this Company on a monthly basis.

Each certificate shall be issued in consideration of \$430 in premium. Premiums shall be reported to the Company on a monthly basis.

The premium charged at inception is a deposit. It is agreed that the David Agency shall provide monthly reports, which will schedule certificate holders to be added to coverage under the master policy. Such reports shall include the premium to be charged for each. Upon receipt of such reports, the Company will book premiums shown therein. The premium deposit collected at policy inception shall be subtracted from any reported premium.

ENDORSEMENT: PER DECLARATIONS

EFFECTIVE: PER DECLARATIONS

THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.

Kiting Exclusion

It is hereby understood and agreed that this policy absolutely excludes bodily injury or loss arising out of Kite Boarding.

ENDORSEMENT: PER DECLARATIONS

EFFECTIVE: PER DECLARATIONS

THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.

Terrorism Risk Insurance Act

All quotes issued to certificate holders will include an offer for terrorism coverage in accordance with the federal Terrorism Risk Insurance Program Act, as amended in 2015. Only in the event that such offer of coverage is accepted by the policy holder, and in consideration of the additional premium paid, it is hereby understood and agreed that coverage for acts of terrorism as defined under the Terrorism Risk Insurance Act, as amended in 2015, is included in your policy, as defined in Section 102(l) of the Act: The term "act of terrorism" means any act or acts that are certified by the Secretary of the Treasury- in concurrence with the Secretary of Homeland Security, and the Attorney General of the United States- to be an act of terrorism; to be a violent act or an act that is dangerous to human life, property, or infrastructure; to have resulted in damage within the United States, or outside the United States in the case of certain air carriers or vessels or the premises of a United States mission; and to have been committed by an individual or individuals as part of an effort to coerce the civilian population of the United States or to influence the policy or affect the conduct of the United States Government by coercion. Under your coverage, any losses resulting from certified acts of terrorism may be partially reimbursed by the United States Government under a formula established by the Terrorism Risk Insurance Act, as amended. However, your policy may contain other exclusions which might affect your coverage, such as an exclusion for nuclear events. Under the formula, the United States Government generally reimburses 85% through 2015; 84% beginning on January 1, 2016; 83% beginning on January 1, 2017; 82% beginning on January 1, 2018; 81% beginning on January 1, 2019 and 80% beginning on January 1, 2020, of covered terrorism losses exceeding the statutorily established deductible paid by the insurance company providing the coverage. The Terrorism Risk Insurance Act, as amended, contains a \$100 billion cap that limits U.S. Government reimbursement as well as insurers' liability for losses resulting from certified acts of terrorism when the amount of such losses exceeds \$100 billion in any one calendar year. If the aggregate insured losses for all insurers exceed \$100 billion, your coverage may be reduced.

ALL OTHER TERMS, CONDITIONS, LIMITATION AND EXCLUSIONS REMAIN UNCHANGED

ENDORSEMENT: PER DECLARATIONS

EFFECTIVE: PER DECLARATIONS

THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.

Terrorism Exclusion

This Endorsement is issued in accordance with the terms and conditions of the "U.S Terrorism Risk Insurance Act of 2002" as amended as summarized in the disclosure notice.

All quotes issued to certificate holders will include an offer for terrorism coverage in accordance with the federal Terrorism Risk Insurance Program Act. Only in the event that such offer of coverage is rejected, this Policy shall exclude any loss, damage, liability or expense arising from:

1. Terrorism; and/or
2. Steps taken to prevent, suppress, control or reduce the consequences of any actual, attempted, anticipated, threatened, suspected or perceived terrorism.

For the purpose of this clause, "terrorism" means any act(s) of any person(s) or organization(s) involving:

1. The causing, occasioning or threatening of harm of whatsoever nature and by whatever means;
2. Putting the public or any section of the public in fear,

In circumstances in which it is reasonable to conclude that the purpose(s) of the person(s) or organization(s) concerned are wholly or partly of a political, religious, ideological or similar nature.

ENDORSEMENT: PER DECLARATIONS

EFFECTIVE: PER DECLARATIONS

THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.

U.S. ECONOMIC AND TRADE SANCTIONS CLAUSE

Whenever coverage provided by this policy would be in violation of any U.S. economic or trade sanctions such as, but not limited to, those sanctions administered and enforced by the U.S. treasury department's office of foreign assets control ("OFAC"), such coverage shall be null and void.

Similarly, any coverage relating to or referred to in any certificates or other evidences of insurance or any claim that would be in violation of U.S. economic or trade sanctions as described above shall also be null and void.

ENDORSEMENT: PER DECLARATIONS

EFFECTIVE: PER DECLARATIONS

THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.

PUNITIVE DAMAGES EXCLUSION

Notwithstanding anything to the contrary elsewhere herein, coverage is excluded and the underwriters shall not indemnify for fines, penalties, bad faith damages, punitive or exemplary damages, including treble damages or any other damages resulting from multiplication of compensatory damages.

ENDORSEMENT: PER DECLARATIONS

EFFECTIVE: PER DECLARATIONS

THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.

INSTITUTE CYBER ATTACK EXCLUSION CLAUSE (CL 380) 10/11/03

1. Subject only to clause 2. below, in no case shall this insurance cover loss, damage, liability or expense directly or indirectly caused by or contributed to by or arising from the use or operation, as a means for inflicting harm, of any computer, computer system, computer software program, malicious code, computer virus or process or any other electronic system.

2. Where this clause is endorsed on policies covering risks of war, civil war, revolution, rebellion, insurrection, or civil strife arising therefrom, or any hostile act by or against a belligerent power, or terrorism or any person acting from a political motive, Clause 1. shall not operate to exclude losses (which would otherwise be covered) arising from the use of any computer, computer system or computer software program or any other electronic system in the launch and/or guidance system and/or firing mechanism of any weapon or missile.

Cancellation (USF8.11)

This policy may be canceled by the insured by mailing to the company written notice stating when thereafter such cancellation shall be effective. This policy may be canceled by the company by mailing to the insured at the address shown in this policy written notice stating when not less than thirty (30) days thereafter such cancellation shall be effective. The mailing of notice as aforesaid shall be sufficient proof of notice, and the effective date of cancellation stated in the notice shall become the end of the policy period. Delivery of such written notice either by the insured or by the company shall be equivalent to mailing.

In the event of non-payment of premium thirty (30) days after attachment, or nonpayment of any additional premium when due, this policy may be canceled by the underwriters upon ten (10) days (or the number of days required under applicable state law) written notice sent to the insured at the address shown in the policy or in care of the broker who negotiated this policy, such proportion of the premium, however, as shall have been earned up to the time of the cancellation shall be payable. In the event of total or constructive total loss of the vessel occurring prior to a cancellation or termination of this policy the full annual premium shall be considered earned. If the insured cancels, earned premiums shall be computed in accordance with the customary short rate table and procedure. If the company cancels, earned premiums shall be computed pro rata. Premium adjustment may be made at the time cancellation is effected, and if not then made, shall be made as soon as practicable after cancellation becomes effective.