

THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.

PAYMENT CARD INDUSTRY (PCI) – PROVIDE COVERAGE FOR DEFENSE EXPENSES AND FINES OR PENALTIES

This endorsement modifies insurance provided under the following:

INFORMATION SECURITY PROTECTION ENDORSEMENT

- A.** The following is added to Insuring Agreement **d. Security Breach Liability:**
- (3)** We will pay for both "loss" and "defense expenses" as a result of a "claim" in the form of an action first made against the insured by a "card company" for non-compliance with the Payment Card Industry (PCI) Data Security Standards during the "policy period" or during the applicable Extended Reporting Period in response to a "wrongful act" or a series of "interrelated wrongful acts" covered under Paragraph **(1)** of this Insuring Agreement.
- B.** For the purposes of the coverage provided by this Endorsement, Exclusion **x.** of Paragraph **I.** does not apply.
- C.** In Paragraph **V.:**
- 1.** The following definition is added:
"Card company" means American Express, Discover Financial Services, JCB International, MasterCard Worldwide, Visa Inc. or any other credit card company that requires its merchants to adhere to the Payment Card Industry (PCI) Data Security Standards.
 - 2.** The following is added to the definition of "claim":
d. Under Paragraph **A.(3)** of this Endorsement, an action brought by a "card company" of the Payment Card Industry (PCI);
 - 3.** The following is added to the definition of "loss":
With respect to this Endorsement:
Fines or penalties assessed against the insured to the extent such fines or penalties are insurable by law.