



Loss Payable Clause

Policy Number:

Arkansas

Effective Date:

The Policy Number and Effective Date need be completed only when this endorsement is issued subsequent to preparation of the policy.

Any claim under the Physical Damage Coverages of the policy will be paid jointly to the **insured** and the Lienholder in the Declarations.

The Lienholder must notify us if he becomes aware of any increased hazard or change of ownership of the auto or he will lose all of his rights under this policy.

If the **insured** fails to file with us a Proof of **Loss** within 91 days after the loss, the Lienholder must do so within the following 60 days. The policy provisions on time of payment, appraisal and the right to sue us applies both to the Lienholder and the **insured**. We may settle a claim at our option by separate payment to the **insured** and the Lienholder.

Whenever we pay the Lienholder, we shall be subrogated to the Lienholder's rights of recovery to the extent of the payment. If the policy is in effect as to the Lienholder but has been canceled as to the **insured**, the Lienholder must assign the loan to us if we ask and we pay the full amount due.

We will mail notice to the Lienholder at least 20 days before we cancel his interest in the policy. Where cancellation is for nonpayment of premium, 10 days notice will be given.

Failure to properly notify a named insured or failure to properly notify a bank or other lending institution shall have no effect on a party properly notified.

This endorsement forms a part of your policy. It is effective at 12:01 A.M. local time at your address on the effective date shown above.

RETAIN THIS COPY FOR YOUR RECORDS