

FOREIGN CHECK RIDER

To be attached to and form part of Financial Institution Bond, Standard Form No. 24, No. [policynbr]

It is agreed that:

1. If the Insured suffers a loss resulting directly from the payment or transfer of any Property in reliance on a Foreign Check, then for the purposes of said loss only, Exclusion (o) is deleted and replaced by the following:
 - (o) loss resulting directly or indirectly from payments made or withdrawals from a depositor's account involving items of deposit which are not finally paid for any reason, including but not limited to Forgery or any other fraud, except:
 - I. when covered under Insuring Agreement (A); or
 - II. when covered under Insuring Agreement (D) and the item of deposit which was not finally paid was a Foreign Check deposited into an Established Account at the Insured.
2. For the purpose of this rider only, the definitions contained in Conditions and Limitations, Section 1 of the bond shall apply, and the following definitions are added:

DEFINITIONS

- (a) Established Account means an account that has been opened continuously for at least sixty (60) days; and
 - (b) Foreign Check means a check drawn on an account maintained at a banking institution physically located within any of the following countries:
 - Canada
3. For the purpose of this rider only, the conditions and limitations contained in the bond shall apply and the following condition is added:

Prior to the Insured releasing the proceeds of a Foreign Check, the banking institution on which the Foreign Check is drawn must have initially paid the Foreign Check even if the Foreign Check is subsequently returned or the payment reversed.
 4. The Single Loss Limit of Liability under this rider is [covlim:2350]. Such liability shall be part of, and not in addition to, the Single Loss Limit of Liability stated in Item (4) of the Declarations. The Single Loss Deductible under this rider is [covret:2350].

This rider shall be effective as of 12:01 a.m. on [endorsementeffdt].

Nothing herein contained shall be held to vary, alter, waive or extend any of the terms, conditions, provisions, agreements or limitations of the bond, other than as above stated.