

**MERCHANTS**  
**BONDING COMPANY**

MERCHANTS BONDING COMPANY (MUTUAL) P.O. Box 14498, DES MOINES, IOWA 50306-3498  
PHONE: (800) 876-6827 FAX: (800) 833-1211

**NOTARY PUBLIC ERRORS AND OMISSIONS POLICY**

**CO-INSURANCE:** If the Insured has other insurance against a loss covered by this policy, the Company shall not be liable under this policy for a greater proportion of such loss than the limit of liability stated in this policy bears to the limit of liability of all other insurance against such loss.

**SUBROGATION:** In the event of any payment for any loss under this insurance, the Company shall be subrogated to all of the Insured's rights of recovery thereafter against any person or organization and the Insured shall execute and deliver instruments and papers and do whatever else is necessary to secure such rights to the Company. The Insured shall do nothing after loss to prejudice such rights.

**CANCELLATION:** This policy may be cancelled by the Insured by surrender hereof to the Company or any of its authorized agents or by mailing to the Company written notice stating when thereafter the cancellation shall be effective. If this policy has been in effect for less than 60 days, we may cancel this policy for any reason by giving 10 days advance written notice. If this policy has been in effect for 60 days or more, we may cancel only for one or more of the following reasons: (a) nonpayment of premium; (b) fraud or material misrepresentation made by or with the knowledge of the Insured in obtaining the policy, continuing the policy or in pursuing a claim; (c) substantial increase in the risk of loss after insurance coverage has been issued or renewed, including but not limited to an increase in exposure due to rules, legislation or court decision; (d) failure by the Insured to comply with reasonable loss control recommendations; (e) substantial breach of contractual duties, conditions, or warranties; (f) determination that the continuation of a line of insurance or class of business will jeopardize the Company's solvency, or will place the Company in violation of the insurance laws of Oregon or any other state; (g) loss or decrease in reinsurance covering the risk; (h) any other reason approved by the director by rule. If this policy is cancelled for reason (a) through (h) above, cancellation will be effective on the 11th working day after the Insured receives written notice. The reason for cancellation shall be stated on the notice.

The mailing of notice as aforesaid shall be sufficient proof of notice. Delivery of such written notice either by the Insured or by the Company shall be equivalent to mailing. The time of surrender or the effective date and hour of cancellation stated in the notice shall become the end of the policy period. If the Insured cancels, the premium shall be fully earned. If the Company cancels, return premium shall be computed pro rata.

EFFECTIVE DATE: NOVEMBER 28, 2018 EXPIRATION DATE: NOVEMBER 28, 2019  
(12:01 A.M. STANDARD TIME AT THE ADDRESS OF THE INSURED)



MERCHANTS BONDING COMPANY (Mutual)

By Larry Taylor  
Larry Taylor, President