



LOSS OF INCOME
Payroll Expense Limited Coverage
For use with SF-40

Refer to the Declarations if information is not shown on this form.

The coverage under this endorsement is subject to the *terms* contained in *your* policy.

This endorsement modifies coverage provided by form SF-40 *Loss Of Income* coverage.

Calendar Days: _____

WHAT WE PAY FOR

Section 1. under What *We* Pay For in form SF-40 is amended to read as follows:

1. *Loss of income* will be determined using:
 - a. Net income meaning net profit or loss that would have been earned or incurred before income taxes. For manufacturing risks, net income includes the net sales value of production;
 - b. Payroll expense of the amount incurred by *you* necessary to resume operations with the same quality of service that existed just before the accidental direct physical loss or damage occurred. Payroll expense is limited to the number of consecutive Calendar Days shown above.
 - c. All other necessary operating expenses incurred during the *period of restoration* in order to continue *your business*; and
 - d. Any relevant and reliable sources of information applicable to *your business*.

All other *terms* and conditions remain unchanged.