

Cannabis, CBD and Hemp Program Package Application

Effective Date: ____/____/____

Quote By Date: ____/____/____

SECTION 1 - ACCOUNT INFORMATION

Legal Business Name: _____

DBA: _____

Mailing Address: _____ City: _____ State: _____ Zip: _____

Enterprise Type: _____ If other: _____

Years in Business: _____

If new venture, do any of the principals have a minimum of 1 year in the cannabis, CBD, or hemp industry? ☐ Yes ☐ No

Operations Type: (Check all that apply) ☐ Cultivation ☐ Processor ☐ Retail – Cannabis ☐ Retail – CBD ☐ Manufacturer ☐ Wholesale ☐ Distribution
☐ Transportation ☐ Delivery Operations ☐ Smoke Shop ☐ Retail – Hydroponics ☐ Lab ☐ Other: _____

What is the Operation with the Highest Projected Sales? _____

Is the applicant a member of any cannabis, CBD, or hemp trade associations? ☐ Yes ☐ No

If yes, which association? ☐ NCIA ☐ CCIA ☐ CCSE ☐ NORML-NBN ☐ Other: _____

SECTION 2 - ACCOUNT & LOSS / INSURANCE HISTORY

YEAR	TOTAL SALES	STATE:	STATE:	STATE:	STATE:	STATE:
Next 12 months Gross Sales (Projected)						
Historical Year 1 Gross Sales						

***For additional states please see Additional State schedule Form: [Additional State Gross Sales Schedule Form](#)*

- ☐ Yes ☐ No Has any application for similar insurance made on behalf of the applicant and / or any principal, partner, owner, officer, director, employee, manager, or managing member thereof or any predecessor, subsidiary or affiliated organization thereof been declined, canceled, or non-renewed?
- ☐ Yes ☐ No Does the applicant currently have commercial insurance coverage? If yes, please provide detailed information below:

YEAR	CARRIER	POLICY NUMBER	COVERAGE	LIMITS	EXP. DATE	PREMIUM

- ☐ Yes ☐ No Has the applicant had any prior liability and / or property claims or losses in the past 5 years?
If yes, attach currently valued loss runs (within the past 30 days) including losses that were denied. Please include details for any claims over \$10,000 with your submission.
- Complete the following for any applicant or principal, partner, owner, officer, director, manager, or managing member of the applicant or any person(s) or organization(s) proposed for this insurance or any predecessor, subsidiary, or affiliated organization.
 - ☐ Yes ☐ No Have any of the above been convicted of a felony, or DUI in the last 10 years?
 If yes, give details (date / jail time served / felony / misdemeanor): _____
 - ☐ Yes ☐ No Is the applicant in compliance with all local and state laws regarding the manufacturing, control, and dispensing of cannabis, CBD, or hemp?
 - ☐ Yes ☐ No Does the applicant currently hold a cannabis, CBD, or hemp license / permit?
 If no, when does the applicant expect to be permitted/licensed (MM/DD/YYYY): _____
- ☐ Yes ☐ No Has the applicant had a foreclosure, repossession, lien, or filed for bankruptcy during the last five years?
 If yes, give details (occurrence date / explanation / resolution / resolution date).

General Liability Limits: _____

SECTION 3a - GENERAL LIABILITY ENDORSEMENTS

(Deliveries to consumer and Transportation / Distribution operations are ineligible for HNOA)

1. ☐ Yes ☐ No Include Hired and Non-Owned Auto Coverage? *If yes, please complete 1a-1d. If the insured has a separate Business Auto Policy, the Hired and Non-owned coverage should be included under that policy.*
 - a. ☐ Yes ☐ No Do all drivers maintain a personal auto policy that is kept in force at all times?
 - b. ☐ Yes ☐ No Is any driver allowed to drive with any DUI, DWI, or reckless driving violations?
 - c. ☐ Yes ☐ No Are Motor Vehicle Reports collected for all drivers employed by the applicant?
 - d. ☐ Yes ☐ No Does applicant / employees make any deliveries directly to patients / customers from the retail location?
2. ☐ Yes ☐ No Include Stop Gap Coverage? **(WA, OH, and NE only)**
3. ☐ Yes ☐ No Include Pesticide / Herbicide Applicator's Endorsement? **(WA and MA only)** _____
4. ☐ Yes ☐ No Include Employee Benefits Liability Coverage?
If yes, Requested Retroactive Date (MM/DD/YYYY) _____
5. ☐ Yes ☐ No If you have armed/unarmed security personnel (1st or 3rd party), would you like to include Assault and Battery coverage?
Coverage is only available by sublimit up to \$100,000.

SECTION 4 - EXCESS LIABILITY COVERAGE

☐ SELECT BOX TO DECLINE COVERAGE

**** Excess Liability cannot be applied if \$2,000,000 occurrence has been requested under the General Liability limits section. Each excess layer added will apply to both the occurrence and aggregate limits. *This Excess Liability applies to General Liability only and does not apply to Product Liability or Commercial Auto***

Excess Liability Limit: _____ ****Higher limits are available upon request**

SECTION 5 - PRODUCT LIABILITY COVERAGE

☐ SELECT BOX TO DECLINE COVERAGE

Product Liability Limit - Each Claim: _____ **Aggregate:** _____ ****Higher limits are available upon request**

Product Liability Deductible: _____

1. ☐ Yes ☐ No Does the applicant maintain daily written records of all cannabis, CBD, hemp, and inventory of non – cannabis products, including purchase date, type of product, purchase price, and who it was purchased from?
2. ☐ Yes ☐ No Does the applicant have a quality assurance / product recall plan in place?
3. ☐ Yes ☐ No Does the applicant test 100% of the cannabis, CBD, and hemp products prior to distribution?
**** If the applicant is retail only this question does not apply.**
 - a. If yes, is the testing performed by the applicant or laboratory? _____
 - b. If Laboratory Tested, provide laboratory name: _____
4. ☐ Yes ☐ No Does the applicant test 100% of all products for levels of gas / solvent residue?
 - a. ☐ Yes ☐ No If yes, will the applicant destroy 100% of the products found with unsafe levels of residue?
5. ☐ Yes ☐ No Does the applicant use software to track sales and pertinent transaction data such as who, when, and what was purchased?
6. ☐ Yes ☐ No Will the applicant follow to the best of their abilities all Consumer Product Safety Commission regulations as it would pertain to the withdrawal and / or recall of defective products?
7. ☐ Yes ☐ No Does the applicant have a communication and complaint handling procedure?
8. ☐ Yes ☐ No Does the applicant know of any products that were either voluntary or mandatory recalled / withdrawn in the past 5 years?
If yes, please provide the total number of recalls / withdrawals the applicant has had in the past 5 years?
#_____ Voluntary #_____ Mandatory
9. ☐ Yes ☐ No Does the applicant have retail operations? If yes, please complete 9a-9b
 - a. ☐ Yes ☐ No Does the applicant require each supplier to have their products tested?
 - b. ☐ Yes ☐ No Does the applicant maintain each supplier contracts, records, and invoices for 5 years or more?
10. ☐ Yes ☐ No Does the applicant have cultivation operations? If yes, please complete 10a-10d
 - a. What form of pest prevention is the applicant using? _____ If other: _____
 - b. ☐ Yes ☐ No Does the applicant apply their own pesticides?
 - c. ☐ Yes ☐ No Does the applicant follow all state and federal laws with regards to the use, storage, and disposal of pesticides?
 - d. ☐ Yes ☐ No Is the applicant aware of any past or current pesticide issues that would result in a loss or claim?
11. ☐ Yes ☐ No Include Retro Coverage? Date Selection: _____
**** If adding retro coverage, please provide loss runs and premiums for each prior year ****
12. ☐ Yes ☐ No Include Product Withdrawal Coverage? _____
13. ☐ Yes ☐ No Include Defense Outside the Limits Coverage? **** Includes \$1,000,000 coverage limit, if approved.**

SECTION 5a - PRODUCT LIABILITY COVERAGE: PRODUCTS LIST (Cannabis and Non-Cannabis)

Cannabis Products - Select all that apply: ☐ Cannabis Flower ☐ Pre-Rolls ☐ Edibles ☐ Topical ☐ Other _____**Non - Cannabis Product Type or Accessories** - Select all that apply:☐ Ash Trays ☐ Blunt Wraps ☐ Bong Wash ☐ Cones ☐ Dab Rings ☐ Dab Tools ☐ Glassware ☐ Grinders ☐ Joint Paper ☐ Joint Rollers☐ Roach Clips ☐ Screens ☐ Torch Lighters ☐ Vape Battery Chargers ☐ Vape Equipment ☐ Batteries ☐ Other _____***Vape cartridges / pens (equipment and accessories) is manufactured or distributed by which kind of vendor?** _____☐ Yes ☐ No Does the insured offer any consumable products made outside of the United States?

SECTION 7 - GENERAL POLICY QUESTIONS

****COMPLETE SECTIONS 7-10.C FOR EVERY BUILDING OR OUTDOOR GROW****

Use Type: _____ If other: _____

Please list of operation(s): (in this building only) ☐ Cultivation ☐ Processor ☐ Retail - Cannabis ☐ Retail - CBD ☐ Manufacturer

☐ Wholesale ☐ Distribution ☐ Transportation ☐ Delivery Operations ☐ Smoke Shop ☐ Retail - Hydroponics ☐ Lab ☐ Other: _____

1. ☐ Yes ☐ No Does the premises have a pool, pond, or other water exposure?

2. ☐ Yes ☐ No Does anyone live in the above scheduled building or on the premises?

3. ☐ Yes ☐ No Are there any dogs on the premises?

4. ☐ Yes ☐ No Does the applicant utilize security guards? If yes, what type: _____

a. If yes, are the security guards armed? _____

5. What is the distance to the nearest building? Please provide distance in feet: North: _____ South: _____ West: _____ East: _____

6. Please provide details for this building below:

6.a Year of Construction: _____ 6.d Construction Type: _____ If other: _____

6.b Number of Stories: _____ 6.e Roof Type: _____ If other: _____

6.c Square Footage: _____ 6.f Roof Construction: _____ If other: _____

7. If the building is older than 20 years, please provide the year each utility was updated:

Roof Age: _____ Plumbing: _____ Electrical: _____ HVAC: _____

SECTION 8 - GENERAL LIABILITY QUESTIONS

****If General Liability Coverage was declined (Section 3) skip to section 9****

1. ☐ Yes ☐ No Are there any firearms located in the scheduled building listed above?

2. ☐ Yes ☐ No Does the applicant maintain daily written records of all cannabis, CBD, and hemp containing products, including the purchase date, type of product, and purchase price?

SECTION 9 - PROPERTY COVERAGE

☐ SELECT BOX TO DECLINE COVERAGE

1. ☐ Yes ☐ No Are there fire sprinklers? If yes, what percentage of the building is sprinklered? _____ %

2. ☐ Yes ☐ No Is there an active central station fire alarm?

3. ☐ Yes ☐ No Is there an active central burglar alarm system connected to all windows and doors?

4. ☐ Yes ☐ No Does the applicant have an approved safe? If yes, answer the below questions (4a-4c):

a. How many safes does the applicant have: _____

b. What is the weight of the safe?: _____ pounds.

c. What is the fire rating time of the safe?(HH:MM): _____

For specific details please read the Safe Warranty information included with this application.

5. ☐ Yes ☐ No Does the applicant have an approved vault room? If yes, what type? _____

6. ☐ Yes ☐ No Does the applicant have a buzz – in system or security personnel at the door?

7. ☐ Yes ☐ No Does the applicant have interior and exterior cameras?

SECTION 9a - BUILDING OWNERSHIP & LEASE INFORMATION

****If outdoor grow only - skip to section 10****

1. ☐ Yes ☐ No Sole tenant and no other buildings attached?

2. ☐ Yes ☐ No Is this a triple net lease?

3. ☐ Yes ☐ No Does the named applicant own the building?

SECTION 9b - PROPERTY DEDUCTIBLE & COVERAGE LIMITS

Property Deductible: _____

BUILDING COVERAGE:	\$	MANUFACTURING EQUIPMENT:	\$
TENANTS IMPROVEMENTS/BETTERMENTS:	\$	INDOOR GROW EQUIPMENT & TOOLS:	\$
BUSINESS INCOME:	\$	OUTDOOR GROW EQUIPMENT & TOOLS:	\$
BUSINESS PERSONAL PROPERTY:	\$	OUTDOOR SIGNS:	\$
MARIJUANA INVENTORY:	\$	___ % OF MARIJUANA INVENTORY REQUIRING REFRIGERATION	
HARV/FINISHED/STOCK IN PROCESS	\$		
3RD PARTY CARE / CUSTODY / CONTROL	\$	**The default 3rd Party Care / Custody / Control deductible is \$10,000	

SECTION 9c - PROPERTY EXTENSION ENDORSEMENT OPTIONS

1. ☐ Yes ☐ No Property Extension Endorsement Options: _____

If yes, please complete the following questions 1a-1j:

[Property Extension Form Descriptions](#)

a. ☐ Yes ☐ No Will the applicant transport marijuana / cannabis living plants to other businesses?

b. ☐ Yes ☐ No Will the applicant transport harvested, processed, or finished marijuana / cannabis to other business?

c. ☐ Yes ☐ No Will the applicant deliver any marijuana / cannabis products directly to the consumer?

d. ☐ Yes ☐ No Will the vehicles that transport the applicants' property and / or money and securities from the scheduled premises have an active alarm system?

i. ☐ Yes ☐ No *If yes, does it include LoJack or some other tracking service?*

e. ☐ Yes ☐ No Are drivers allowed to make personal stops when transporting goods?

f. ☐ Yes ☐ No Does the applicant screen / collect DMV records from all drivers?

g. ☐ Yes ☐ No Does the applicant allow any firearms or weapons in the vehicles?

h. ☐ Yes ☐ No Does the applicant have a lock box that is bolted to all vehicles?

i. ☐ Yes ☐ No Are drivers allowed to take any cannabis inventory and / or money home?

j. ☐ Yes ☐ No Does the applicant provide lifts, ride share or other livery type operations?

SECTION 9d - EQUIPMENT BREAKDOWN (FOR ABOVE LISTED LOCATION / BUILDING)

1. ☐ Yes ☐ No Equipment Breakdown Coverage? **** Subject to approval ****

2. ☐ Yes ☐ No Does the applicant use a generator as their primary source of power?

SECTION 10a - OPERATIONS: PROCESSING (FOR ABOVE LISTED LOCATION / BUILDING)

☐ CHECK BOX IF NOT APPLICABLE

Processing Operations: (Select all that apply) ☐ Drying / Curing ☐ Quarantine ☐ Trimming ☐ Storage of finished stock ☐ Bagging / Tagging ☐ Rolling ☐ None

SECTION 10b - OPERATIONS: CULTIVATION / CROP (FOR ABOVE LISTED LOCATION / BUILDING)

☐ CHECK BOX IF NOT APPLICABLE

Location Zoning: (Select all that apply) ☐ Commercial ☐ Residential ☐ Industrial ☐ Agricultural ☐ Mixed Use

1. ☐ Yes ☐ No If cultivating, is there a back-up system for the electrical supply?
2. ☐ Yes ☐ No Does the applicant test 100% of the cannabis products grown?
3. ☐ Yes ☐ No Does the applicant use or plan to implement sulfur burning in the cultivation process?
4. Please select type of lighting used in building: _____ If other: _____

The following questions (a-b) are only necessary if not 100% LED

- a. Type of ballast(s) used in your operation: _____
- b. ☐ Yes ☐ No Does Applicant ever use Metal Halide and High Pressure Sodium Bulbs interchangeably in ballasts.
5. ☐ Yes ☐ No Applicant has used, or will use, a licensed, insured contractor for all electrical work at this grow facility.
6. Estimated number of harvests per year _____
7. Average yield of harvested cannabis per plant (per oz) _____
8. Average wholesale value per pound of finished cannabis stock (per pound) _____
9. Maximum per plant value based on questions 8 and 9 _____

STAGE	NUMBER OF PLANTS	PER PLANT VALUE	TOTAL PLANT VALUES (WHOLESALE)
SEEDS			
IMMATURE SEEDLINGS			
VEGETATIVE PLANTS			
FLOWERING PLANTS			
HARVESTED PLANTS			
FINISHED STOCK (LBS)			
TOTAL CROP VALUE			

SECTION 10c - OPERATIONS: OUTDOOR CULTIVATION / GREENHOUSE (FOR ABOVE LISTED LOCATION / BUILDING)

☐ CHECK BOX IF NOT APPLICABLE

Construction Materials (Select all that apply): ☐ Polycarbonate ☐ Polyurethane ☐ Polyethylene ☐ Glass ☐ Canvas ☐ Other: _____

**** Please provide photos of greenhouse(s) at time of submission****

1. ☐ Yes ☐ No Does the property listed above have fencing surrounding the cultivation / greenhouse area?
 - a. ☐ Yes ☐ No If yes, is the fenced area locked at all times?
2. ☐ Yes ☐ No Is there any barbed wire, razor wire, or electrified fencing used for security on property?
3. ☐ Yes ☐ No Are there warning signs at the property?
4. ☐ Yes ☐ No Are there gates at all entrances of the property?
5. ☐ Yes ☐ No Are there any traps used for security on the property? If so, please provide details: _____
6. ☐ Yes ☐ No Is electricity running to this structure?
7. What is the total property size in acres? _____
8. What is the size of the total cultivation area where cannabis and or hemp operations take place in acres? _____

SECTION 10d - OPERATIONS: MANUFACTURING / EXTRACTION (FOR ABOVE LISTED LOCATION / BUILDING)

☐ CHECK BOX IF NOT APPLICABLE

1. ☐ Yes ☐ No Is this an extraction facility? If no, please describe operations: _____
 - a. If yes to extraction, what method is being used: _____ If other: _____
 - b. If CO2 extraction, how many CO2 detectors are in the building? _____
 - c. If solvents or gases are used, what type of loop system is used: _____
2. ☐ Yes ☐ No Will the applicant's equipment be used and or rented to others who are not the named applicant?
 - a. ☐ Yes ☐ No If yes, will the applicant require rent to carry their own insurance and name you on their policy?
3. ☐ Yes ☐ No Is the address listed above the only location where operations are performed?
4. ☐ Yes ☐ No Is the applicant doing any traditional cooking at this location? If yes, please complete question 4a.
 - a. ☐ Yes ☐ No Will there be open flame cooking and or fryer operations at the property listed above? If yes, please complete questions 4b-4h.
 - b. Description of products that require open flame / frying: _____
 - c. ☐ Yes ☐ No Are the open flame cooking / frying operations conducted under a non-combustible power ventilation hood?
 - d. ☐ Yes ☐ No Does the applicant's establishment have an UL-300 compliant automatic fire suppression system with nozzles extended over all cooking surfaces? If yes, what type of fire suppression system is it? _____
 - e. ☐ Yes ☐ No Is there an automatic gas / propane supply cutoff?
 - f. ☐ Yes ☐ No If you have a deep fat fryer, does it have a high limit temperature switch?
 - g. ☐ Yes ☐ No Are hoods and flues inspected / cleaned by an outside service and tagged for verification at least every 6 months?
 - h. ☐ Yes ☐ No Has the applicant had any past health or liquor violations which have resulted in the closing of their business or suspension of their license?

SECTION 11 - ENFORCEMENT OF THE CONTROLLED SUBSTANCE ACT (CANNABIS RISKS ONLY)

1. ☐ Yes ☐ No Does the applicant prevent the distribution of marijuana / cannabis to minors?
2. ☐ Yes ☐ No Does the applicant prevent the revenue from sale of marijuana / cannabis from going to criminal enterprises?
3. ☐ Yes ☐ No Does the applicant prevent possible diversion of marijuana / cannabis from states where medicinal and / or recreational use of cannabis products is legal under state law to states where medicinal and / or recreational use of cannabis products is not legal under state law?
4. ☐ Yes ☐ No Does the applicant prevent the use of state-authorized marijuana / cannabis activity as a cover or pretext for the trafficking of other illegal drugs or other illegal activity?
5. ☐ Yes ☐ No Does the applicant have a program or safeguards in place to prevent violence and the use of firearms in the cultivation and distribution of marijuana / cannabis?
6. ☐ Yes ☐ No Does the applicant prevent drugged driving or other possibly adverse public health consequences associated with marijuana / cannabis use?
7. ☐ Yes ☐ No Does the applicant either grow or purchase marijuana / cannabis grown on public lands?
8. ☐ Yes ☐ No Does the applicant prevent the possession or use of their product on federal property?

SECTION 12 - ADDITIONAL INTERESTS☐ CHECK BOX IF THERE ARE NO ADDITIONAL INTERESTS☐ General Liability ☐ Property ☐ Product LiabilityAdditional Insured (Check One): ☐ Landlord ☐ Governmental Agency ☐ Single Vendor (Products)☐ Blanket Vendor (Products) ☐ Loss Payee ☐ Blanket AI (GL) ☐ Other: _____*If Loss Payee please answer the two below questions*

Loss Payee Type: _____ Loss Payee Building Description _____

Name: _____

☐ Yes ☐ No Waiver of Subrogation (must be required by contract)☐ Yes ☐ No Primary / Non Contributory Wording (must be required by contract)

LOC# / BLDG# ____/____ Address: _____ City: _____ State: _____ Zip: _____

☐ General Liability ☐ Property ☐ Product LiabilityAdditional Insured (Check One): ☐ Landlord ☐ Governmental Agency ☐ Single Vendor (Products)☐ Blanket Vendor (Products) ☐ Loss Payee ☐ Blanket AI (GL) ☐ Other: _____*If Loss Payee please answer the two below questions*

Loss Payee Type: _____ Loss Payee Building Description _____

Name: _____

☐ Yes ☐ No Waiver of Subrogation (must be required by contract)☐ Yes ☐ No Primary / Non Contributory Wording (must be required by contract)

LOC# / BLDG# ____/____ Address: _____ City: _____ State: _____ Zip: _____

☐ General Liability ☐ Property ☐ Product LiabilityAdditional Insured (Check One): ☐ Landlord ☐ Governmental Agency ☐ Single Vendor (Products)☐ Blanket Vendor (Products) ☐ Loss Payee ☐ Blanket AI (GL) ☐ Other: _____*If Loss Payee please answer the two below questions*

Loss Payee Type: _____ Loss Payee Building Description _____

Name: _____

☐ Yes ☐ No Waiver of Subrogation (must be required by contract)☐ Yes ☐ No Primary / Non Contributory Wording (must be required by contract)

LOC# / BLDG# ____/____ Address: _____ City: _____ State: _____ Zip: _____

☐ General Liability ☐ Property ☐ Product LiabilityAdditional Insured (Check One): ☐ Landlord ☐ Governmental Agency ☐ Single Vendor (Products)☐ Blanket Vendor (Products) ☐ Loss Payee ☐ Blanket AI (GL) ☐ Other: _____*If Loss Payee please answer the two below questions*

Loss Payee Type: _____ Loss Payee Building Description _____

Name: _____

☐ Yes ☐ No Waiver of Subrogation (must be required by contract)☐ Yes ☐ No Primary / Non Contributory Wording (must be required by contract)

LOC# / BLDG# ____/____ Address: _____ City: _____ State: _____ Zip: _____

***For additional Interests please see Additional Interest Schedule: [Additional Interest Schedule](#)*

THANK YOU FOR YOUR SUBMISSION! We have many other products available to meet the needs of your customer. Please check any of the following lines of coverage we can also provide you:

☐ **Workers Compensation** ☐ **Management Liability (D&O/EPL/E&O)** ☐ **Commercial Auto**

Important Property and Crop Warranties, Safeguards, and Definitions

LOCKED SAFE WARRANTY - "MARIJUANA INVENTORY"

All "Marijuana Inventory" items are to be kept locked in a safe or a vault room at all times during business and non- business hours except for "Marijuana Inventory" on display during business hours.

It is further warranted that any safe used to house "Marijuana Inventory" will meet the following requirements:

1. All safes must have a 1-hour fire rating
2. The safe complies with all state, county and, or municipal level requirements
3. For safes 400 pounds and under:
 - a. If the "Marijuana Inventory" limit is greater than \$100,000 the safe must be bolted to the floor
4. For safes greater than 500 pounds:
 - a. If the "Marijuana Inventory" limit is greater than \$250,000 the safe must be bolted to the floor.

VAULT WARRANTY - "MARIJUANA INVENTORY"

It is warranted that if a vault room or steel container is located within the building it will meet the requirements as indicated in MMD 00 00 01 19 Definition of a Vault.

CENTRAL STATION FIRE ALARM – SAFEGUARD REQUIREMENT

Protecting the entire building and that is connected to a central station reporting to a public or private fire alarm station.

CENTRAL STATION BURGLAR ALARM – SAFEGUARD REQUIREMENT

1. To cover all openings in the insured's premises
2. Motion detectors in all areas with the exception of living plant areas
3. Alarm must be in the "on" position during all non-working hours and / or whenever the insured's premises are unoccupied.

SECURITY CAMERA'S – SAFEGUARD REQUIREMENT

1. All security cameras must be recording and all records must be backed up and retained for a minimum of 14 days
2. Interior Cameras monitoring the following:
 - a. All doors and windows providing a means of egress into the building
 - b. Display counters
 - c. Exterior and interior of safe rooms, if on the premises
 - d. Exterior and interior of all vault rooms, if on the premises
 - e. Harvesting and trimming rooms, if on the premises
3. Exterior Cameras monitoring all means of egress to the building and the parking lot unless City Ordinances or laws prohibit monitoring of this area

CROP, MARIJUANA INVENTORY, AND STOCK DEFINITIONS

1. "Crop" means living plants grown for food, drugs, fibers, rubber, wood, or other purpose at any stage of life cycle and includes the following:
 - a. Live cannabaceae plant materials at any stage of life cycle, including but not limited to seeds, immature seedlings, plants in the vegetative growth state, unharvested buds and mature flowing plants rooted in growing medium; and
 - b. Cannabaceae plants, including any part or component of the plant, no longer in the growing medium which are in the process of being dried; or
 - c. Mature cannabaceae plant material, including any part or component of the plant, no longer in the growing medium which has been completed the drying process and is ready for sale.

“Crop” does not include Cannabaceae plants that have completed the drying process but are retained by you for further processing, extracting, refining, or manufacturing operations.

“Crop” also does not include plant material, including any part or component of the plant, no longer in the growing medium which is purchased by you for the purpose of manufacturing.

2. “Stock” means merchandise held in storage or for sale, raw materials and in-process or finished goods, including supplies used in their packing or shipping. “Stock” does not include “crop” or “marijuana inventory”.
3. “Marijuana Inventory” means finished marijuana stock and products containing marijuana and / or its derivatives defined as any component of the cannabaceae family containing a tetrahydrocannabinol (THC) level of more than 0.3 percent on a dry weight basis. “Marijuana inventory” does not include “crop”.

Disclosures / Warranties / Acknowledgments

Fire and Theft losses of property may be excluded if:

- a. The Central Station Alarm System is not active during non-business hours. (All doors and windows must be connected to the central station alarm system).
- b. The Video Surveillance System is not recording and backing up for 14 days prior to the loss.
- c. The seeds, finished marijuana stock / inventory, money and securities are outside the safe during non-business hours.
- d. The minimum safe and or vault requirements have not been met at the time of the loss.
- e. The building is over 20 years old and no updates have been done in the last 20 years.
- f. The safe or vault does not have a 1-hour fire rating, fire will be excluded unless 100% covered by fire sprinklers.
- g. All Vaults must be approved in writing by the underwriter.

FRAUD WARNING: Applicable in CO: It is unlawful to knowingly provide false, incomplete, or misleading facts or information to an insurance company for the purpose of defrauding or attempting to defraud the company. Penalties may include imprisonment, fines, denial of insurance and civil damages. Any insurance company or agent of an insurance company who knowingly provides false, incomplete, or misleading facts or information to a policyholder or claimant for the purpose of defrauding or attempting to defraud the policyholder or claimant with regard to a settlement or award payable from insurance proceeds shall be reported to the Colorado Division of Insurance within the Department of Regulatory Agencies. Applicable in AL, AR, DC, LA, MD, NM, RI and WV: Any person who knowingly (or willfully)* presents a false or fraudulent claim for payment of a loss or benefit or knowingly (or willfully)* presents false information in an application for insurance is guilty of a crime and may be subject to fines and confinement in prison. *Applies in MD Only. Applicable in FL and OK: Any person who knowingly and with intent to injure, defraud, or deceive any insurer files a statement of claim or an application containing any false, incomplete, or misleading information is guilty of a felony (of the third degree) *. *Applies in FL Only. Applicable in KS: Any person who, knowingly and with intent to defraud, presents, causes to be presented or prepares with knowledge or belief that it will be presented to or by an insurer, purported insurer, broker or any agent thereof, any written statement as part of, or in support of, an application for the issuance of, or the rating of an insurance policy for personal or commercial insurance, or a claim for payment or other benefit pursuant to an insurance policy for commercial or personal insurance which such person knows to contain materially false information concerning any fact material thereto; or conceals, for the purpose of misleading, information concerning any fact material thereto commits a fraudulent insurance act Applicable in KY, NY, OH and PA: Any person who knowingly and with intent to defraud any insurance company or other person files an application for insurance or statement of claim containing any materially false information or conceals for the purpose of misleading, information concerning any fact material thereto commits a fraudulent insurance act, which is a crime and subjects such person to criminal and civil penalties (not to exceed five thousand dollars and the stated value of the claim for each such violation)*. *Applies in NY Only. Applicable in ME, TN, VA and WA: It is a crime to knowingly provide false, incomplete or misleading information to an insurance company for the purpose of defrauding the company. Penalties (may)* include imprisonment, fines and denial of insurance benefits. *Applies in ME Only. Applicable in NJ: Any person who includes any false or misleading information on an application for an insurance policy is subject to criminal and civil Penalties Applicable in OR: Any person who knowingly and with intent to defraud or solicit another to defraud the insurer by submitting an application containing a false statement as to any material fact may be violating state law. Applicable in PR: Any person who knowingly and with the intention of defrauding presents false information in an insurance application, or presents, helps, or causes the presentation of a fraudulent claim for the payment of a loss or any other benefit, or presents more than one claim for the same damage or loss, shall incur a felony and, upon conviction, shall be sanctioned for each violation by a fine of not less than five thousand dollars (\$5,000) and not more than ten thousand dollars (\$10,000), or a fixed term of imprisonment for three (3) years, or both penalties. Should aggravating circumstances [be] present, the penalty thus established may be increased to a maximum of five (5) years, if extenuating circumstances are present, it may be reduced to a minimum of two (2) years.

Other Conditions: Questions and information provided in this application will become part of the policy of insurance if issued. Other Terms, Conditions and Coverages will be included as part of any insurance policy issued by the insurance company. Those Terms, Conditions and Coverages may differ from what is requested in this application.

I _____ am an authorized representative of _____ understand and agree this application and any supplements attached hereto will be relied upon for issuance of any policy. I further understand and agree that failure to provide a true and accurate response to the foregoing questions may, at the option of the company, result in the voiding of the insurance issued in reliance on this application and / or denial of claims under any policy issued.

I authorize and consent to investigations of information bearing upon moral character, professional reputation and fitness to engage in the activities of my business and I agree to release to the Carrier any documents, records or other information bearing upon the foregoing. I understand and agree these investigations shall not be confined to information submitted in this application, but shall include any other sources of information deemed relevant by the Company as may be authorized by law.

I understand this insurance is being provided through a surplus lines company and the insurer may not be subject to all the insurance laws and rules in my state and the risk is not protected by the State Insurance Insolvency Fund.

THIS APPLICATION MUST BE SIGNED BY APPLICANT AT BINDING AND DATED WITHIN 10 DAYS OF INCEPTION DATE. SIGNING THIS FORM DOES NOT BIND THE COMPANY TO COMPLETE THE INSURANCE AS COVERAGE BECOMES EFFECTIVE ONLY WHEN ACCEPTED BY THE INSURANCE COMPANY

Applicant Section:

Authorized Applicant Signature

Date Signed

Title

Name

Phone Number

Requested Effective Date

Broker Section:

Signature of Broker

Name of Broker

Name of Agency

