

DEFENSE COSTS OUTSIDE LIMITS

In consideration of the premium charged, it is hereby understood and agreed that there shall be a separate \$_____ Limit of Liability for Defense Costs. Defense Costs within such separate limit will not erode either the Each Claim or the Annual Aggregate Limit as shown in item 3. of the Declarations. Notwithstanding the foregoing, if either the Each Claim Limit or the Annual Aggregate Limit is exhausted by payment of Loss, or tendered to the Named Insured, the \$_____ limit for Defense Costs shall also be deemed exhausted and no further Defense Costs will be paid.

ALL OTHER TERMS AND CONDITIONS REMAIN UNCHANGED.