

EQUINE AGREED VALUE CLAUSE
(For attachment to L.E. (U.K.) Equine Insurance)

Subject to all of the terms, conditions and exclusions of the Insurance to which this clause is attached, it is understood and agreed that provided the Underwriters have accepted and agreed to a valuation for the HORSE, then the Underwriters' limit of liability specified in the Schedule shall be accepted as the agreed value of the HORSE.

However, in the event that at any time during the period of this Insurance the HORSE is:

- a) entered or raced in any claiming race where the claiming price is less than the Underwriters' limit of liability specified in the Schedule, then the Underwriters' limit of liability shall automatically be reduced to a sum not exceeding the lowest amount for which the HORSE could have been claimed or sold in such race; or
- b) entered into a public auction but not sold and the Underwriters' limit of liability specified in the Schedule exceeds the highest amount bid at such public auction for the HORSE, then the INSURED shall inform the Underwriters in writing within seven (7) days and shall substantiate any limit of liability which exceeds the highest bid at such public auction or the Underwriters' limit of liability specified in the Schedule shall automatically be reduced at the expiration of seven (7) days to the highest amount bid at such auction; or
- c) appraised at a value lower than the value accepted and agreed by the Underwriters for the HORSE, then the Underwriters' limit of liability specified in the Schedule shall automatically be reduced to the lowest value at which the HORSE was appraised.

In the event that the Underwriters' limit of liability specified in the Schedule is reduced under either a), b), or c) above, the INSURED shall be entitled to a return of premium on the amount by which this Insurance is reduced, calculated on a pro rata basis from the date of such reduction.

**Words and terms appearing in all capital letters (other than headings), are defined in the
L.E. (U.K.) Equine Insurance Form, of which this clause is part**

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