



Protect your equipment – and your business.

When you lease or finance equipment for your business, you know insurance is required by your contract. The better the insurance that covers the equipment you are financing or leasing, the better it will preserve your ability to continue doing business should you experience a loss. Unfortunately, the coverage available through most commercial policies doesn't offer the exceptional protection available through Equipment Insurance Direct. Most policies don't cover a flood loss or illegal taking of equipment without add-on coverage that costs extra. Equipment Insurance Direct does.



Our business is protecting yours.

Equipment Insurance Direct is provided by the American Lease Insurance Agency Corporation, creator of the American Lease Insurance ProgramSM, an innovative, automated program of equipment insurance offered through lessors and financing companies, which has covered tens of thousands of customers since 2000. Underwritten by A+ rated AGCS Marine Insurance Company, an Allianz Group Company, this competitive, affordable, comprehensive coverage is now available direct to small business owners like you.

Exceptional coverage for leased and financed equipment.

Equipment Insurance Direct protects covered equipment from external causes of loss, including the following:

- ★ **Fire**
- ★ **Theft** - including burglary, robbery by violence or threat, or illegal taking
- ★ **Windstorm** - tornado, cyclone, hurricane, or hailstorm
- ★ **Flood**
- ★ **Accidental damage**
- ★ **Power surge**
- ★ **Terrorism**

Equipment is covered while located anywhere in the United States of America.

Low, fixed costs you can count on.

Rising insurance costs can hit small business owners hard. The cost of comprehensive protection for financed or leased equipment through Equipment Insurance Direct is affordable, generally lower than the cost of coverage you can access through typical business owner or commercial policies. You can count on it to stay affordable, because your monthly insurance cost is locked in for the term of your contract, financed through FIRST Insurance Funding Corp.

Fast replacement. No deductible.

Equipment Insurance Direct provides replacement cost coverage for financed or leased equipment. Typical commercial insurance policies cover only "actual cash value," which is replacement cost minus depreciation – and you have to make up the rest. Not with Equipment Insurance Direct. There's not even a deductible to pay. For every covered loss, the equipment will be repaired if possible, or replaced – unless, in the case of a total loss, you choose not to replace the equipment. In that case, we will pay the stipulated loss value to your financing/leasing company instead. Our loss-reporting process is quick and simple to complete. We know you need that equipment to stay in business.

The choice of small businesses.

See for yourself why so many small businesses agree that Equipment Insurance Direct offers better protection for financed or leased equipment. Compare the costs and benefits of insurance you can get elsewhere to Equipment Insurance Direct – and make the choice that makes sense for you.

- ★ **Comprehensive protection**
- ★ **Replacement cost coverage**
- ★ **Fixed, affordable cost**
- ★ **No deductible**

Property coverage.

Equipment Insurance Direct provides coverage that benefits you and your business when your equipment needs to be repaired or replaced after a covered loss. The financing/leasing company is an additional named insured, and the party paid in the event of a total loss when you choose not to replace the equipment.

Liability coverage on leased equipment only for lessor.

Equipment Insurance Direct provides property insurance on covered equipment. If your contract is a lease, the policy will also provide contingent liability insurance, but only for the additional insured, the company leasing the equipment to you. Equipment Insurance Direct will not cover liability claims for property damage or bodily injury against you as a lessee.

Not covered.

Losses of \$250 or less are not covered. Causes of loss which are not covered include, but are not limited to, the following:

- Dishonest or criminal acts by a borrower/lessee or a borrower's/lessee's authorized representative
- Earthquake
- Mechanical breakdown
- Wear and tear
- Mold
- Military or governmental action, or war
- Nuclear reaction, radiation, or radioactive contamination
- Rust or corrosion
- Pollution, contamination, or asbestos

Please note:

Equipment Insurance Direct cannot be used to cover any logging or lumbering equipment, equipment used underground, or oil or gas exploration or processing equipment. Highway-use vehicles, aircraft, and watercraft are also excluded.

Important Terms

Additional named insured: the company leasing or financing the equipment to you.

Borrower/ Lessee: a person, corporation, company, or other legal entity that has entered into a written agreement with a financing/leasing company for the financing or leasing of equipment.

Cause of loss: any occurrence that causes loss or damage to covered equipment.

Covered equipment: equipment (except that specifically excluded) financed or leased by an equipment financing or leasing company to you.

Limits of coverage: A. \$100,000 per occurrence to covered equipment under a loan or lease agreement with a financing/leasing company; B. \$250,000 for all occurrences to covered equipment during the policy period.

Loss: theft, damage, or destruction of covered equipment.

Named insured: you, as a borrower/lessee.

Occurrence: any accident, loss, or disaster, or series of accidents, losses, or disasters, arising out of one event.

Replacement cost: the cost to replace covered equipment with equipment of like kind and quality at the time of loss with no deduction for depreciation.

Stipulated loss value: the financing/leasing company's net investment in covered equipment at the time of a loss, as shown in a table or chart of net payoff amounts; in no event will this amount exceed the original cost of the covered equipment or the limits of coverage.

Find out more.

For more information about Equipment Insurance Direct, please visit us at www.equipmentinsurancedirect.com or call 1-888-330-9205.

The information in this summary of coverage is general in nature and does not change or affect the Leased and Financed Equipment Insurance Policy – Dual Interest (“Policy”) issued to the lessee/ borrower policyholder. The Policy is underwritten by AGCS Marine Insurance Company, of Chicago, Illinois, an Allianz Group Company, (Rated “A+” XV {Superior} by A.M. Best Company), and contains a complete list of terms, conditions, and exclusions to which Equipment Insurance Direct is subject.