

Light Manufacturing and

FOR MORE INFORMATION

For more information about the excellent coverages available in the-Light Manufacturing and Machine Shops ERIEplaceable Enhancements, and to obtain a-premium quotation, see your local ERIE Agent.

This brochure is not an insurance policy. It is only intended to provide a general description of ERIE's Light Manufacturing and Machine Shops ERIEplaceableSM Enhancements. The actual endorsement contains the-specific details of the coverages, conditions and exclusions.

ERIE takes pride in its tradition of financial stability and excellent service offered to its Policyholders. Your ERIE Agent can answer any questions and provide you with information about ERIE's-superior protection for your home, auto, and boat. In addition, your ERIE Agent offers a full line of life insurance products from Erie Family Life Insurance. For more information, ask your ERIE Agent.

NOTE: Not all products are sold in each state.

EQUAL PROFESSIONAL SERVICE

ERIE embraces the principle of "equal professional service," which means that every applicant, Policyholder and claimant receives the high caliber service that is our hallmark. ERIE does not tolerate unlawful discrimination, and we expect our Agents to adhere strictly to that nondiscriminatory philosophy as well. ERIE assesses each risk on its own merits and relies on objective underwriting criteria designed to evaluate the nature and extent of each risk.



We've got you covered. It's our true blue promise.

Home Office • 100 Erie Insurance Place • Erie, PA 16530
814.870.2000 • www.erieinsurance.com

S-16 3/07 © 2007 Erie Indemnity Company

MACHINE SHOPS

ERIEplaceableSM Enhancements for UltraflexSM

In order to provide you with the-best possible protection, Erie Insurance offers the Light Manufacturing and Machine Shops ERIEplaceable Enhancements. This special endorsement tailors the policy to-meet the unique needs of today's light manufacturers and machine shops.

LIGHT MANUFACTURING AND MACHINE SHOPS

ERIEplaceableSM Enhancements for UltraflexSM

At ERIE, it's been our commitment since 1925 to provide our Policyholders with the best possible service and protection at the lowest possible cost.

In order to provide you with the best possible protection, Erie Insurance offers the Light Manufacturing and Machine Shops ERIEplaceable Enhancements. This special endorsement tailors the-policy-to-meet the unique needs of today's light manufacturers and machine shops. And because it's packaged-in-an-all-in-one endorsement, we are able to offer it to you at the lowest possible cost.

Here are some of the reasons why you may need the Light Manufacturing and Machine Shops ERIEplaceable Enhancements.

<i>IS IT COVERED?</i>	<i>...YES, IT IS!</i>
A customer's die is damaged when it is accidentally dropped at a tool and die shop.	Tools and Dies of Others —Expands your property protection to provide you with coverage for your liability arising out of loss or damage to tools and dies of others that are in your care, custody or control.
A plastics manufacturer participates in a trade show. Some of the equipment is damaged while at-the trade show.	Temporarily Off-Premises —Your temporarily off-premises coverage will be increased from \$25,000 to \$100,000. It will also increase coverage for salesmen's samples from \$2,500 to \$100,000 per loss.
A machine shop's books and records are destroyed, making it impossible to collect all of the accounts receivable.	Accounts Receivable —Your accounts receivable coverage will be increased from \$25,000 to \$50,000 for any one loss.
Business records at a machine shop are accidentally destroyed.	Valuable Papers —Your valuable papers coverage will be increased from \$25,000 to \$50,000 for any one loss.
The goods in a machine shop's delivery truck are damaged while in transit to their customer.	Transportation —Your transportation coverage will be increased from \$25,000 to \$50,000 for loss to business personal property.
A computer virus wipes out a machine shop's computer network.	Electronic Data Processing Equipment —Your coverage for damage to your electronic data processing equipment due to a mechanical breakdown, electrical breakdown or computer virus will be increased from \$10,000 to \$20,000.
Due to downed power lines from a snow storm, a manufacturer is unable to conduct operations for two full days.	Off-Premises Power Failure —Your coverage for Business Income Off-Premises Power Failure will be increased from \$25,000 to \$50,000.
A tool and die shop is burglarized and cash and checks are stolen from the office safe.	Money and Securities —Your coverage for money and securities will be increased from \$1,000 to \$10,000.
Supplies belonging to an electronics manufacturer are stolen by an employee.	Employee Dishonesty —Your coverage for employee dishonesty will be increased from \$10,000 to \$35,000.
A manufacturer's major supplier cannot make its regular deliveries due to a covered loss. As a result, the operations of the business are temporarily limited.	Contingent Business Interruption —Your coverage for contingent business interruption will be increased from \$25,000 to \$100,000.
After part of a machine shop is destroyed in a fire so-that it must be rebuilt, a local building ordinance requires that the new construction be upgraded.	Building Ordinance or Law Coverage —Your coverage for building ordinance or law will be increased from \$10,000 to \$100,000.
A plastics manufacturer's finished product is destroyed in a fire.	Manufacturer's Selling Price —Your inventory of finished goods will be valued at the selling price.
A clothing manufacturer must remove all of its labels before parting with the smoke damaged T-shirts for a-"fire sale."	Brands and Labels —Provides coverage to remove brands or labels from damaged merchandise.
A toy manufacturer's inventory is damaged when a-sewer backs up and floods the basement.	Sewer and Drain Back-Up —Provides up to \$5,000 for damage to your covered property resulting from a sewer or drain back-up.
Because of a covered loss, a machine shop is unable to meet a customer's deadline as specified under contract and a penalty clause is invoked.	Contract Penalty Coverage —Provides up to \$5,000 for contractual penalties you are required to pay your customers for failing to fulfill the terms of the contract because of a covered loss.
A furniture manufacturer distributes chairs through a-local store. The store is sued when a chair collapses injuring a customer.	Additional Insured—Vendors' Liability —Provides coverage for the vendors of your product.
While moving a machine, the crane drops the machine and cracks the foundation.	Foundations of Machinery and Tanks —Provides the lesser of \$100,000 or 10% of your business personal property coverage to cover foundations.
Parts needed by an appliance manufacturer become damaged by a covered peril while en route to the shop.	Unfinished Stock in Transit (Business Interruption) —Provides up to \$100,000 for business interruption you sustain resulting from damage to unfinished stock while in transit.
A manufacturer buys a large supply of raw materials every January in preparation for spring orders. Inventory returns to normal by the end of March.	Peak Season Coverage —Coverage for your business personal property and personal property of others will be increased by 25% during a peak season.