CRUMP LONDON UNDERWRITERS
CIS
CREATIVE INSURANCE SPECIALISTS
5350 POPLAR AVENUE • P.O. BOX 171336
MEMPHIS, TENNESSEE 38117-1336
TELEX 361003

3074

Date of Quote

Fred S. James & Co. of New England
40 Broad Street
Boston, Ma. 02109-9990

ATTENTION: Peter Bove/Joe Zavagnin

x INSURANCE BINDER QUOTATION

This x BINDER QUOTATION is effective 10-1-87 and will stand for a period of 60 days.

1. INSURED: Hanson Industries, Inc.
Iselin, N.J.

2. COVERAGE: Excess Umbrella Liability

3. POLICY LIMITS: $5,000,000 Excess of $8,000,000 And Primary $2,000,000

4. RESTRICTIONS: See Attached

5. INSURERS AND POLICY NUMBERS: Cal Union Insurance Company
ZCX 009656

7. PREMIUM ADJUSTMENT – RATE OF: Flat

6. PREMIUM: $1,000,000.00
FEE
TAX
TOTAL: $1,000,000.00

Per
DEPOSIT: $1,000,000.00
8. ANNUAL MINIMUM: $1,000,000.00

9. REMARKS AND CONDITIONS: Need copies of primary and first umbrella policies.

This Quotation or Binder is subject to the terms and conditions of the insurance policies described above and will become null and void upon issuance of said policies.

Duane Law | 10-1-87
AUTHORIZED REPRESENTATIVE | DATE

N17558

CAL UNION INSURANCE COMPANY
POLICY NO: 2CX 009656
10/1/87 - 10/1/88

TERMS AND CONDITIONS:

EXCLUSIONS: ABSOLUTE POLLUTION, ASBESTOS, FORMALDEHYDE UREA, EMPLOYMENT DISCRIMINATION, PUNITIVE DAMAGES, ERISA, CCC, WAR, NUCLEAR, AIRCRAFT PRODUCTS & GROUNDING, WORK COMP., LSHW/JONES ACT, WATERCRAFT OVER 75 FEET, PROFESSIONAL LIABILITY, D&O, FIDUCIARY, PCB'S

FOLLOW FORM: FOREIGN LIABILITY

A MANUSCRIPT ENDORSEMENT WITH THE FOLLOWING WORDING WILL BE ATTACHED:

IN CONSIDERATION OF THE REDUCED PREMIUM AT WHICH THIS POLICY IS ISSUED, IT IS AGREED THAT THE UNDERLYING AGGREGATE LIMITS OF LIABILITY WHEREVER APPLICABLE IN THE POLICIES LISTED UNDER ITEM 2. DESCRIPTION OF DESIGNATED UNDERLYING INSURANCE SHALL NOT APPLY TO ANY CLAIM WHICH DOES NOT EXCEED $500,000 ULTIMATE NET LOSS AND SHALL ONLY BE APPLICABLE TO ANY AMOUNT OF ULTIMATE NET LOSS WHICH EXCEEDS $500,000 PER CLAIM.

ULTIMATE NET LOSS MEANS THE SUM ACTUALLY PAID OR PAYABLE IN CASH IN THE SETTLEMENT OR SATISFACTION OF LOSSES FOR WHICH THE INSURED IS LIABLE, AFTER MAKING PROPER DEDUCTION FOR ALL RECOVERIES AND SALVAGES COLLECTIBLE, BUT EXCLUDES ALL LOSS EXPENSES AND LEGAL EXPENSES, (INCLUDING ATTORNEY'S FEES, COURT COSTS AND INTEREST ON ANY JUDGMENT AND AWARD) AND ALL SALARIES OF EMPLOYEES AND OFFICE EXPENSES OF THE INSURED, THE COMPANY, OR ANY UNDERLYING INSUROR SO INCURRED.