



Policy: _____

**COVERAGE OF CORPORATE STOCKHOLDER-EMPLOYEES
RE: WORKERS' COMPENSATION LAW EFFECTIVE JULY 1, 1978**

Title 85 O.S. Sec. 3(4) provides that stockholder-employees of a corporation who own 10% or more stock in the corporation are specifically excluded and shall not be deemed to be employees as respects the benefits of the Workers' Compensation Act of the State of Oklahoma.

HOWEVER, this section provides that the stockholder-employees who own 10% or more of stock in the corporation may elect to be covered under the terms of the Workers' Compensation Act. A corporate officer who owns stock and is active in the corporation or an employee who owns stock in the corporation is defined as a stockholder-employee. Payroll for stockholder-employees shall not be less than the minimum payroll limitation according to the "Miscellaneous Values" effective on your Anniversary Rating Date.

Stockholder-employees owning 10% or more of the corporate stock must sign their names below under Item I if they do not desire coverage or under Item II if they do desire coverage.

ITEM I

I/we own 10% or more stock and elect **not to be** covered under this workers' compensation policy.

NAME	SOCIAL SECURITY #	TITLE	% OF STOCK
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____

ITEM II

I/we own 10% or more stock and elect **to be** covered under this workers' compensation policy.

NAME	SOCIAL SECURITY #	TITLE	% OF STOCK
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____

X
SIGNATURE OF CORPORATE OFFICER REQUIRED TITLE DATE