

RENTED RESIDENCE FIRE AND EXTENDED COVERAGE FORM

We cover your Seasonal Dwelling or Residence Dwelling as described in the Declarations.

Definitions as stated in Section I of this policy apply to this form.

Dwelling Building (Applicable to both Seasonal and Residence Dwellings)

We insure:

- a) The dwelling and attached structures.
- b) Permanently installed outdoor equipment on the premises.
- c) Outdoor swimming pool and attached equipment on the premises.
- d) Materials and supplies located on or adjacent to the premises, intended for use in construction, alteration, or repair of the dwelling or private structures on the premises.

The following extensions are available without increasing the amount of insurance shown in the Declarations. You may apply up to 10% of the amount of insurance on the dwelling to insure each of the following.

- a) Building fixtures and fittings temporarily removed from the premises for repair or seasonal storage.
- b) Outbuildings located on the premises and separated from the dwelling. If they are connected to the dwelling by only a fence, utility line or similar connection, they are considered to be an outbuilding. If you have more than one detached structure, the amount of insurance will be divided in the proportions that the value of each has to the value of all the outbuildings at the time of loss. We do not cover outbuildings which are used in whole or in part for any business or farming purposes.

Applicable only to Residence Dwellings:

- c) Additional Living Expense - If an insured peril makes your dwelling unfit for occupancy or you have to move out while repairs are being made, we cover any necessary increase in living expenses, including moving expenses incurred by you, so that your household can maintain its normal standard of living.
- d) Fair Rental Value - If an insured peril makes that part of the dwelling or outbuildings rented to others or held for rental by you unfit for occupancy, payment shall be for the reasonable time required to effect repair or replacement. This does not include any expense that does not continue while the dwelling or outbuilding is unfit for occupancy.

Personal Belongings (Applicable to both Seasonal and Residence Dwellings)

We cover personal property that you own or use, located on your premises.

The following extensions are available without increasing the amount of insurance shown in the Declarations. You may apply up to 10% of the amount of insurance on personal belongings to insure each of the following:

- a) Your personal belongings, excluding watercraft, are covered while temporarily away from the premises anywhere in Canada or the continental United States.
- b) Belongings of non-paying guests and employees are covered while on your premises if loss is due to a peril for which your own belongings are covered. Coverage only applies if your guests or employees do not carry any insurance on their belongings.

Special Limits of Insurance

Special limits are also applied to your Seasonal/Residence Dwelling form. For an explanation of them, refer to Section I of the policy.

Perils Insured

- 1) FIRE or LIGHTNING.
- 2) EXPLOSION of coal, natural or manufactured gas.
- 3) SMOKE. This means damage due to sudden, unusual or faulty operation of any heating or cooking unit but excluding smoke from fireplaces.
- 4) FALLING OBJECTS that hit the outside of an insured building. We do not cover loss or damage caused a) to glass or b) by snowslide, landslide or any other earth movement.
- 5) IMPACT BY AIRCRAFT OR LAND VEHICLES. Animals are not insured under peril.
- 6) RIOT.

- 7) WATER ESCAPE, RUPTURE, FREEZING. This peril means loss or damage caused by:

- a) the sudden and accidental escape of water from a watermain;
- b) the sudden and accidental escape of water or steam from within a plumbing, heating, sprinkler, air conditioning system or domestic appliance, which is located inside your dwelling;
- c) the sudden and accidental escape of water from a domestic appliance located outside your dwelling. Such damage is not covered when the escape of water is caused by freezing;
- d) water which enters through an opening which has been created suddenly and accidentally by a Specified Peril other than Water Damage.

We do not insure loss or damage:

- i) caused by continuous or repeated seepage or leakage of water;
- ii) caused by the backing up or escape of water from a sewer, sump or septic tank;
- iii) caused by ground water or rising of the water table;
- iv) caused by surface waters, unless the water escapes as described in a) above;
- v) to a watermain;
- vi) to a system or appliance from which the water escaped;
- vii) occurring while the building is under construction or vacant even if we have given permission for construction or vacancy;
- viii) caused by freezing of any part of a plumbing, heating, sprinkler, air conditioning system or domestic appliance unless within a portion of your dwelling heated during the usual heating season;
- ix) caused by any appliance from within the portion of your dwelling heated during the usual heating season if you have been away from your premises more than 4 consecutive days. If you had arranged for a competent person to enter your dwelling daily to ensure that heating was being maintained, or if your heating system is connected by a monitored heating alarm to a station providing 24-hour service, or if you had shut off the water supply and had drained all the pipes and appliances, you would still be insured.
- x) caused by shoreline ice build-up or by water-borne ice or other objects, all whether driven by wind or not;
- xi) caused by freezing during the usual heating season within a heated portion of your dwelling if you have been away from your premises more than 4 consecutive days

but you will still be insured if you had taken either of the following precautions: arranged for a competent person to enter your dwelling each day you were away to ensure that heating was being maintained,

or if your heating system is connected by a monitored heating alarm to a station providing 24-hour service, or if you had shut off the water supply and had drained all the pipes and appliances.

A plumbing system under this peril does not include sewers, sumps, septic tanks, eavestroughs or downspouts.

- 8) WINDSTORM or HAIL. The interior of a building and belongings inside are covered only if the damage occurs immediately after wind or hail creates an opening in the building. This peril does not cover loss or damage caused by waves, flood, high water, ice, snow or sleet, whether driven by wind or not. We do not cover:

- a) outdoor radio or television antennas, satellite dishes, or their outdoor appurtenances.
- b) watercraft, their equipment and motors unless they were inside a fully enclosed building at the time of loss.

The following Peril does not apply to Seasonal Dwellings unless so stated in the Declarations.

- 9) VANDALISM or MALICIOUS ACTS. We do not cover loss or damage:
 - a) to glass constituting part of a building.
 - b) directly or indirectly caused by theft or attempted theft.
 - c) while your dwelling is under construction or vacant, even if permission for construction or vacancy has been given by us.
 - d) caused by you, your spouse or any one living in your household.

- e) caused by any tenant, tenant's guests, employees or member of the tenant's household.

The following peril does not apply to the Residence Dwelling and Contents Form, and only applies to Seasonal Dwellings if so stated in the Declarations.

10) BURGLARY or ROBBERY.

- 1) Burglary. This peril means theft of personal property from the premises, following illegal and forcible entry and exit, leaving visible marks at the point of forced entry or exit.

This peril does not include loss or damage:

- a) of animals, birds, or fish.
- b) occurring while the dwelling is under construction or vacant, even if permission for construction or vacancy has been given by us.
- c) caused by any tenant, tenant's guest, any boarder of yours, employee or member of the tenant's household if the part of the dwelling containing the property insured normally occupied by you is rented to others.

- 2) Robbery. This peril means theft by violence or a threat of violence to any person.

This peril does not include loss or damage as described under (a), (b), or (c) as shown under Burglary above.

Special Coverage Features

The features listed below are applicable to both Seasonal and Residence Dwellings. For an explanation of them, refer to Section I of the policy.

- Debris and Protective Removal
- Inflation Guard

Property and Causes of Loss We Do Not Cover

All exclusions from Section I of this policy apply to this form.

Permissions Granted

You have our permission under the terms and conditions of this policy:

- (a) to make alterations, additions and repairs to the dwelling building that you occupy. (You may, however, need to request an increase in your Limits of Insurance).
- (b) to keep and use reasonable and normal quantities of fuel oil, L.P.G., gasoline, benzene, naphtha or other similar materials.

Basis of Claims Settlement

**Dwelling Building and Detached Structures
(Applicable only to Residence Dwellings)**

If you repair or replace the damaged or destroyed building on the same location with a building of the same occupancy constructed with materials of similar quality within a reasonable time after the damage, you may choose as the basis of loss settlement either (A) or (B) below; otherwise, settlement will be as in (B).

- (A) The cost of repairs or replacement (whichever is less) without deduction for depreciation, in which case we will pay in the proportion that the applicable amount of insurance bears to 80% of the replacement cost of the damaged building at the date of damage, but not exceeding the actual cost incurred.
- (B) The Actual Cash Value of the damage at the date of the occurrence.

In determining the cost of repairs or replacement under (A) or the amount payable under (B) above, we will not pay or include the increased costs of repair or replacement due to the operation of any law regulating the zoning, demolition, repair or construction of buildings and their related services.

Deductible

A deductible applies as stated in the Declarations.

Seasonal Dwellings and Personal Property

We will pay the Actual Cash Value of the damage up to the applicable amount of insurance.

Actual Cash Value

The Actual Cash Value will take into account such things as the cost of replacement less any depreciation, and in determining depreciation we will consider the condition immediately before the damage, the resale value and normal life expectancy.

Insurance Under More Than One Policy

If you have insurance on specifically described property, this form will be considered excess insurance and we will not pay any loss or claim until the amount of such other insurance is used up.

In all other cases we will pay our ratable proportion of the loss or claim under this form.

Section II - Coverage

If the Declarations indicate coverage for Comprehensive Personal Liability - Section II, refer to Section II of these wording.