

THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.

## SPECIAL PROVISIONS – SOUTH CAROLINA

### SECTION I – CONDITIONS

**G. Suit Against Us** is deleted and replaced by the following:

#### **G. Suit Against Us**

No action can be brought against us unless there has been full compliance with all of the terms under Section I of this policy and the action is started within three years after the date of loss.

The following condition is added to all forms except **HO 00 04** and **HO 00 06**:

#### **S. Valuation Clause**

With respect to the perils of fire and lightning, we agree that the limit of liability stated in Coverage **A** of the Declaration of this policy is the value of the building described. This valuation is established for insurance purposes only.

### SECTIONS I AND II – CONDITIONS

#### **C. Cancellation**

Paragraph **2.** is deleted and replaced by the following:

**2.** We may cancel this policy only for the reasons stated below, by written notification to you and, if any, your insurance agent of the date cancellation takes effect and the precise reason for cancellation. This cancellation notice may be delivered or mailed to you and your agent at the mailing addresses shown in the Declarations or the last known addresses. Proof of mailing will be sufficient proof of notice.

- a.** When you have not paid the premium, we may cancel at any time by letting you and your agent know at least 10 days before the date cancellation takes effect.
- b.** When this policy has been in effect for less than 60 days and is not a renewal with us, we may cancel for any reason by letting you and your agent know at least 30 days before the date cancellation takes effect.
- c.** When this policy has been in effect for 60 days or more at any time if it is renewal with us, we may cancel:

- (1)** If there has been a material misrepresentation of fact which if known to us would have caused us not to issue this policy;

- (2)** If the risk has changed substantially since the policy was issued, except to the extent that we should reasonably have foreseen the change or contemplated the risk in writing this policy;
- (3)** In the event of a substantial breach of a contractual duty, condition or warranty; or
- (4)** If we lose our reinsurance covering all or a significant portion of this policy, or where continuation of the policy would imperil our solvency or place us in violation of the insurance laws of this state. Cancellation for these reasons is subject to approval by the Insurance Commissioner.

This can be done by letting you and your agent know at least 30 days before the date cancellation takes effect.

**D. Nonrenewal** is deleted and replaced by the following:

#### **D. Nonrenewal**

We may elect not to renew this policy. We may do so by written notification to you and your agent at least 30 days before:

- 1.** The expiration date of the policy, for a policy written for a term of one year or less; or
- 2.** The anniversary date of the policy, for a policy written for a term of more than one year or for an indefinite term, provided that we did not collect additional premium to guarantee renewal.

The nonrenewal notice, together with the precise reason for nonrenewal, may be delivered or mailed to you and your agent at the mailing addresses shown in the Declarations or the last known addresses.

All other provisions of this policy apply.