

THIS ENDORSEMENT CHANGES THE POLICY, PLEASE READ CAREFULLY

## LIMITED EARTHQUAKE COVERAGE - CALIFORNIA

### 1. LIMITS OF LIABILITY

The limits of liability shown below for this Limited Coverage For Earthquake is the most we will pay for the total of all loss caused by the peril of Earthquake as described in 2. below.

**Coverage A – Dwelling:** Limit shown on the declaration page.

**Coverage C – Personal Property: \$5,000**

**Additional Living Expense: \$1,500**

### 2. PERIL INSURED AGAINST

We insure, up to the limit of liability shown in 1. above, for direct physical loss to property covered in 5. below caused by the peril of Earthquake. The peril of Earthquake includes land shock waves or tremors before, during or after a volcanic eruption. One or more earthquake shocks that occur within a seventy-two hour period constitute a single earthquake.

### 3. EXCEPTION TO EARTH MOVEMENT EXCLUSION

The Section I - Earth Movement exclusion in the policy form does not apply to loss caused by the peril of Earthquake to the extent that it is covered in this endorsement.

### 4. DEDUCTIBLE

#### a. SPECIAL DEDUCTIBLE - COVERAGE A

The following deductible applies to loss caused by the peril of Earthquake covered by this endorsement. No other deductible applies to such loss. We will pay only that part of the total of all loss payable under:  
Coverage A - Dwelling that exceeds XX%\* of the Coverage A limit of liability shown in 1. above.

\* Entries may be left blank if shown elsewhere in this policy for the peril of Earthquake.

### b. DEDUCTIBLE IMPACT TO COVERAGE C

No separate deductible applies to loss to property insured under Coverage C - Personal Property. However, in the event of a loss to such property, we will pay for that loss up to the Coverage C limit of liability shown in 1. above only if:

- (1) There is also loss to property insured under Coverage A - Dwelling; and
- (2) That loss exceeds the deductible described in 3. above.

See 9. below for examples of how this provision will apply in event of loss.

### 5. COVERAGES A AND C – PROPERTY COVERED

- a. We insure property under Coverage A - Dwelling or Coverage C - Personal Property, as covered in the policy form.
- b. We also insure property under Coverage A – dwelling:
  - (1) Walkways, driveways or patios that are not a part of the dwelling. However, we will only pay if such walkway, driveway, or patio is necessary for regular entry to or exit from the dwelling. Walkway, driveway, or patio will be repaired or replaced only to the extent necessary to restore safe, unimpeded regular entry to or exit from the dwelling. For the purpose of this Earthquake insurance, a walkway includes a ramp or other fixture designed to assist a handicapped person who is an “insured”; and
  - (2) Masonry fences and walls that are necessary for the structural integrity of the dwelling.

### 6. ADDITIONAL LIVING EXPENSE under SECTION I - PROPERTY COVERAGES, COVERAGE D - Loss of Use is deleted and replaced by the following:

We will pay, up to the limit of liability shown in 1. above for Additional Living Expense. Additional Living Expense means any necessary increase in living expenses you incur, so that your household can maintain its normal standard of living if a loss caused by earthquake to property covered in this endorsement makes that part of the "residence premises" where you reside not fit to live in. Payment will be for the shortest time required to make that part of the "residence premises" where you reside fit to live in or, if you permanently relocate, the shortest time required for your household to settle elsewhere. This period of time is not limited by the expiration of this policy. We do not cover loss or expense due to cancellation of a lease or agreement.

## 7. PROPERTY NOT COVERED

In addition to the property not covered in the policy form, or in any other endorsement attached to this policy:

- a. We do not insure, under Coverage A - Dwelling:
  - (1) Awnings or other patio coverings;
  - (2) Swimming pools, spas, and/or hot tubs including their equipment as well as the tiling attaching the swimming pool, spa, and/or hot tub to a deck or patio;
  - (3) Masonry chimneys. If, however, a masonry chimney is damaged and must be replaced, we will pay to provide you with a non-masonry, earthquake resistant chimney; subject to the loss settlement condition that applies to this policy;
  - (4) Materials and supplies located on or next to the "residence premises" used to construct, alter or repair the dwelling or other structures on the "residence premises";
  - (5) Landscaping, including lawns, trees, shrubs and other plants;
  - (6) The cost of filling land;
  - (7) Exterior water supply systems including, but not limited to, irrigation systems, residential sprinkler systems, and water reclamation systems;
- b. We do not insure property covered under Coverage B - Other Structures, as described in the policy form, except as described in 5.b. above.
  - (8) Underground structures or equipment that are located outside of the foundation wall of the dwelling including underground pipes, cables, flues, and drains, except those utility services essential for habitability;
  - (9) Satellite dishes and outdoor antennas;
  - (10) Artwork, ornate or decorative items including but not limited to artistic or decorative coverings, wall murals, stained glass, mirrors permanently affixed to the dwelling, mosaics, bas-relief, or statuary; and
  - (11) Docks, piers, wharves, bulkheads, pilings, and fences (except masonry fences need for structural integrity) whether or not these items are attached to the dwelling.
- c. We do not insure, under Coverage C - Personal Property:
  - (1) Swimming pools, spas, and/or hot tubs including their equipment as well as the tiling attaching the swimming pool, spa, and/or hot tub to a deck or patio;
  - (2) China, glassware, porcelain or ceramic items;
  - (3) Artwork or other decorative items;
  - (4) Property of others that is on the part of the "residence premises" occupied by an "insured"; and
  - (5) Property of a guest or a "residence employee", while the property is in any residence occupied by an "insured".
  - (6) Exterior water supply systems including, but not limited to, irrigation systems, residential sprinklers systems, and water reclamation systems;

- (7) Satellite dishes and outdoor antennas;
- (8) Watercraft, including their trailers, furnishings, equipment, and outboard motors;
- (9) Trailers not used with watercraft.

will be deducted before applying the deductible in 4.a. above. For the purpose of this special exclusion, stucco is not considered masonry veneer.

**8. SPECIAL EXCLUSIONS** which apply to coverage under this endorsement. The following exclusion are added:

a. We do not insure for loss caused directly or indirectly by:

- (1) Flood of any nature or tidal wave whether caused by, resulting from, contributed to or aggravated by, earthquake.
- (2) Fire, explosion, theft or breakage of glass or safety glazing material, which is part of the dwelling or storm doors or storm windows that are part of the dwelling, whether caused by, resulting from, contributed to or aggravated by, earthquake. Such loss or damage is insured in the policy form to which this endorsement is attached and is subject to the limits of liability that apply to such perils.
- (3) Pollutants of any kind from whatever source including loss, damage, and/or contamination of groundwater, land, real property and/or personal property, whether caused by, resulting from, contributed to, or aggravated by, earthquake. This exclusion also pertains to all costs and expenses incurred by the "insured" to test for, monitor, clean up, remove, contain, treat, detoxify or neutralize pollutants. Pollutants means any solid, liquid, gaseous, or thermal irritant or contaminant, including but not limited to smoke, vapor, soot fumes, acids, alkalis, chemicals, asbestos, and waste. Waste includes but is not limited to material to be recycled, reconditioned or reclaimed. Any coverage provided by HO 05 80 is excluded from coverage under this Limited Coverage For Earthquake endorsement.

b. We do not cover loss to exterior masonry veneer. The value of exterior masonry veneer

**9. EXAMPLES OF APPLICATION OF EARTHQUAKE DEDUCTIBLE**

The examples shown below assume a Coverage A - Dwelling limit of \$100,000 and a Coverage C - Personal Property limit of \$5,000. The deductible in this example is 15% of the Coverage A - Dwelling limit of liability, or \$15,000.

Amount Of Loss				
	1	2	3	4
<b>Dwelling Loss</b>	None	\$20,000	\$30,000	\$50,000
<b>Personal Property Loss</b>	\$10,000	None	\$20,000	\$5,000
<b>Covered Loss</b>	None	\$5,000	\$20,000	\$40,000

- 1. Dwelling loss did not exceed \$15,000 deductible, so Personal Property loss is not covered.
- 2. Dwelling loss of \$20,000 less \$15,000 deductible = covered loss of \$5,000 for Dwelling.
- 3. Dwelling loss of \$30,000 less \$15,000 deductible = covered loss of \$15,000 for Dwelling plus \$5,000 for Personal Property (Coverage C limit is \$5,000).
- 4. Dwelling loss of \$50,000 less \$15,000 deductible = covered loss of \$35,000 for Dwelling plus \$5,000 for Personal Property.

All other terms and conditions of the policy remain the same.