

EARTHQUAKE ENDORSEMENT

This endorsement amends the insurance policy to which it is attached. It applies only to locations for which a specific mention is written on the *Coverage Summary* page.

Definitions

For the purposes of this endorsement, the following definitions will apply:

Earthquake means any seismic event, whether natural or manmade, that causes ground movement. Ground movement includes avalanche, subsidence, landslide, volcanic eruption or any other ground movement directly resulting from a seismic event.

Other words and expressions in bold are defined in the *Definitions* section of the insurance policy to which this endorsement is attached.

Amounts of Insurance

The amounts of insurance for this endorsement relative to each of Coverages A, B, C and D in *Section I – Property Damage Coverages* are written on the *Coverage Summary* page.

These insurance amounts apply separately for each Coverage. They represent the maximum we will pay per **occurrence**, including the *Extensions of Coverage* for the chosen Coverages.

Insured Perils

We insure loss or damage caused directly to property insured under this endorsement by:

- a) an **earthquake**.
- b) a fire, an explosion or smoke resulting from an **earthquake**.
- c) wind, hail, water, rain or snow that enters the building through an opening which has been created suddenly and accidentally by an **earthquake**.

LOSS OR DAMAGE DURING REPEATED TREMORS

All loss or damage concerned by subparagraphs a), b) and c) above that occurs during a period of 168 consecutive hours will be considered to arise out of one **occurrence**.

This 168-hour period begins with the first loss or damage caused to the insured property while this endorsement is in effect.

Expiration of this endorsement will not end the 168-hour coverage period.

However, WE DO NOT INSURE loss or damage resulting from an **occurrence** covered by a previous insurer's insurance policy under a provision concerning repeated tremors.

Property Excluded

The section titled *Property Excluded* in *Section I – Property Damage Coverages* is amended to add the following excluded property, but only for the purposes of this endorsement:

Property at any location which you own or rent under the terms of an agreement for a period exceeding 180 days, other than locations for which this endorsement is mentioned on the *Coverage Summary* page.

This exclusion does not apply to property located at the residence of a **student** insured under this insurance policy.

Exclusions

- a) WE DO NOT INSURE loss, damage or expenses caused directly or indirectly by a seiche, tidal wave or tsunami.
- b) WE DO NOT INSURE loss or damage caused to outdoor trees, shrubs, plants and lawns, or the cost of removing them from the **premises**. The Extension of Coverage *Outdoor Growing Plants* in the policy to which this endorsement is attached does not apply.
- c) WE DO NOT INSURE loss or damage that occurs before this endorsement comes into effect.

Basis of Settlement

Basis of settlement pertaining to *Dwelling Building and Detached Private Structures* under section *Basis of Settlement* under *Section I – Property Damage Coverages* are modified as follows, but only for the purposes of this endorsement:

- a) The option *Enhanced Repair or Replacement Cost Without Deduction for Depreciation* does not apply.
- b) When the option *Repair or Replacement Cost Without Deduction for Depreciation* is included in the policy to which this endorsement is attached, it remains applicable even if replacement occurs at another location.
- c) If the following conditions are met, you may choose a cash settlement corresponding to the cost, at the date of the **occurrence**, without deduction for depreciation, to repair or replace, whichever is lower, the dwelling building or **detached private structures**, as applicable:
 - The policy to which this endorsement is attached includes the option *Repair or Replacement Cost Without Deduction for Depreciation*;
 - The actual cost to repair or replace exceeds the amount of insurance for *Coverage A – Dwelling Building* or *Coverage B – Detached Private Structures*, as applicable, specified on the *Coverage Summary* page for this endorsement. However, payment will not exceed the applicable amount of insurance.

All provisions or sections of the insurance policy not amended by this endorsement continue to apply.