

**EXTENDED REPLACEMENT COST ENDORSEMENT  
PROTECTOR PLUS POLICY**

**E6047**  
2nd Edition

When this endorsement is attached to your policy, the following provisions apply:

**Extended Replacement Cost - Coverage A**

Under **Section I - Property, Additional Coverages**, Item 9. *Guaranteed Replacement Cost Coverage - Buildings* is deleted and replaced with the following:

9. *Extended Replacement Cost Coverage - Coverage A*. We will pay to repair or replace covered loss under Coverage A - Dwelling up to 125% of the limits of insurance for Coverage A - Dwelling.

You must agree to and comply with the following additional policy provisions:

- a. You must insure your dwelling to 100% of the replacement cost.
- b. You must accept each annual adjustment in building amounts in accordance with the Value Protection Clause in the policy.
- c. You must notify us within 90 days of the start of any physical changes which increase the value of your insured buildings by \$5,000 or more, and pay any additional premium. This includes any new structures and any additions to or remodeling of your dwelling on the **residence premises**.

We do not cover any costs required to repair, replace, rebuild, stabilize or otherwise restore the land.

This coverage does *not* apply to Coverage B - Separate Structures.

Under **Section I - Property, Conditions**, 3. *Loss Settlement, Coverage A and B* is deleted and replaced with the following:

3. *Loss Settlement.*

*Coverage A and Coverage B*

Covered loss to buildings under Coverage A - Dwelling and Coverage B - Separate Structures will be settled at replacement cost without deduction for depreciation, subject to the following methods:

1. Settlement under replacement cost will not be more than the *smallest* of the following:
  - a. the limit of insurance under this policy that applies to the damaged or destroyed dwelling or separate structure.
  - b. the replacement cost of that part of the building damaged for equivalent construction and use on the same premises.
  - c. the amount actually and necessarily spent to repair or replace the building intended for the same occupancy and use.
2. When the cost to repair or replace is *more* than \$1,000 or *more* than 5% of the limit of insurance in this policy on the damaged or destroyed building, whichever is less, we will pay no more than the **actual cash value** of the damage *until* repair or replacement is completed.
3. At your option, you may make a claim under this policy on an **actual cash value** basis loss or damage to buildings. Within 180 days after loss you may make a claim for any additional amount on a replacement cost basis if the property has been repaired or replaced.

This endorsement replaces any Guaranteed Replacement Cost provision which is currently in your policy.

This endorsement is part of your policy. It supersedes and controls anything to the contrary. It is otherwise subject to all other terms of the policy.