

R300

REPLACEMENT COST ON CONTENTS ENDORSEMENT

This endorsement modifies insurance coverage provided under the:
R100 Residential Dwelling and Contents Coverage Form – Fire

If the **Declaration Page** indicates that the **Replacement Cost on Contents Endorsement R-300** is included, we agree to pay any insured loss on **personal property** on the basis of **Replacement Cost**, as defined in this endorsement, provided that:

- a) the property, at the time of loss, was usable for its original purpose;
- b) you have repaired or replaced the property promptly;
- c) you are the owner of the lost or damaged property.

The most we will pay under this endorsement shall not exceed the least of the following:

- a) the limit of insurance applicable to personal property;
- b) the cost to repair or replace the property or any part thereof.

Otherwise, the basis of claim payment will apply as if the coverage had not been in effect.

“**Replacement Cost**” means the cost, at the time of loss, of repair or replacement (whichever is lower) with new property of similar kind and quality and usefulness, without deduction for depreciation.

Replacement Cost Coverage does not apply to:

- 1) Property no longer in use for its originally intended purpose nor property, the age or historic condition of which has rendered it obsolete or unusable for the purpose for which it was originally intended;
- 2) Property that has not been maintained in good or workable condition;
- 3) Antiques, fine arts, paintings, statuary and similar articles which, by their inherent value, cannot be replaced with a similar article;
- 4) Articles whose age or history contribute substantially to their value including, but not limited to memorabilia, souvenirs, and collector's items.

WE WILL NOT BE LIABLE FOR ANY LOSS UNDER THIS INSURANCE UNLESS AND UNTIL ACTUAL REPAIR OR REPLACEMENT IS COMPLETED.

You may elect not to replace some of the destroyed property or stolen property. Settlement for the property not replaced will be on an **Actual Cash Value** basis. If, at a later date, you decide to replace any destroyed or stolen property, you are permitted to make an additional claim under this insurance but only if you present the claim within 180 days after the date of the loss.

All terms and policy conditions and limits of the **Residential Dwelling and Contents Form R100** and the **Residential Extended Coverage Endorsement R200** apply.

ALL THE STATUTORY AND ADDITIONAL CONDITIONS OF THE POLICY TO WHICH THIS DOCUMENT IS ATTACHED APPLY.