

THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.

## CALIFORNIA EARTHQUAKE COVERAGE ENDORSEMENT

|   |   |                        |
|---|---|------------------------|
| <i>Attached To and Forming Part of Policy</i> | <i>Effective Date of Endorsement</i><br>12:01AM at the Named Insured address<br>shown on the Declarations | <i>Named Insured</i>   |
| <i>Additional Premium:</i>                    |   | <i>Return Premium:</i> |

This endorsement modifies insurance under the following:

### HOMEOWNERS COVERAGE

#### SCHEDULE

|                                    |          |
|------------------------------------|----------|
| <b>Earthquake Deductible</b>       | \$50,000 |
| <b>Building Code Upgrade Limit</b> | \$10,000 |

Solely as to **COVERAGE A**, **COVERAGE C**, and **COVERAGE D**, this Policy is amended to insure for "loss" to covered property caused by earthquake, including land shock waves or tremors before, during, or after a volcanic eruption. This coverage does not increase the applicable Limits of Liability shown on the Declarations or in any endorsement attached to this Policy. However, the Limit of Liability for **COVERAGE D – Additional Living Expense** under this endorsement will be no less than \$1,500.

The Policy is also amended to insure for the reasonable and necessary increased costs you incur to bring the dwelling up to current local residential dwelling building code standards as required by the local governmental entity as part of the approval of the reconstruction or building permit process after an earthquake. The maximum amount we will pay for such increased costs is the **Building Code Upgrade Limit** shown in the Schedule above. This coverage does not increase **COVERAGE A** Limit of Liability shown on the Declarations. **SECTION I – EXCLUSIONS**, Paragraph **B.**, exclusion **1. Ordinance or Law** does not apply to the extent coverage is provided by this endorsement.

The **Earthquake Deductible** shown in the Schedule above will adhere to **SECTION I – COVERAGES**, Paragraph **C. Deductible** of this Policy. We will not pay for "loss" until the amount of the adjusted "loss" exceeds the amount of the **Earthquake Deductible** shown in the Schedule above.

**SECTION I – PERILS INSURED AGAINST**, Paragraph **B. COVERAGE C – Personal Property** is amended by adding the following:

**Earthquake**, including land shock waves or tremors before, during, or after a volcanic eruption.

**SECTION I – EXCLUSIONS**, Paragraph **B.2. Earth Movement** does not apply to "loss" caused by earthquake, including land shock waves or tremors before, during, or after a volcanic eruption.

The following exclusions are added to this Policy:

We do not insure for "loss" to any exterior masonry veneer caused by earthquake. Exterior masonry veneer does not include stucco. The value of exterior masonry veneer will be deducted from the "loss" before applying the **Earthquake Deductible** shown in the Schedule above and described in this endorsement.

We do not insure for "loss" caused directly or indirectly by flood of any nature or waves, including tidal wave and tsunami, caused by, resulting from, contributed to by, or aggravated by earthquake.

ALL OTHER TERMS AND CONDITIONS OF THE POLICY REMAIN UNCHANGED.

SPECIMEN