



Replacement Cost Endorsement

For an additional premium, *we* provide the following extension of coverage subject to the *terms* contained in the policy.

WHAT WE COVER

In addition to the items shown on:

1. the Declarations Page;
2. the Supplemental Declaration Page;
3. the General Policy Provisions; or
4. any other coverage attached to *your* policy.

EXTENSIONS OF COVERAGE

Revised Valuation Clause:

Under this endorsement, the value of scheduled item(s) owned by *you* will be their replacement cost.

We will not pay more for loss or damage to scheduled item(s) covered on a replacement cost basis than the lesser of:

1. the cost to replace the scheduled item(s) at the time of loss or damage with new item(s) of the same or equivalent kind and quality and for the same use at the same location;
2. the amount that *you* spend to repair or replace the scheduled item(s) with new item(s) of the same kind and quality; or
3. the amount of insurance shown on the policy for the scheduled item(s).

We will only pay any loss or damage on a replacement cost basis if *you* repair or replace the scheduled item(s) as soon as reasonably possible after the *occurrence* causing the loss or damage.

If *you* do not repair or replace the item(s), *we* will not pay more than the actual cash value of the item(s) at the time of the *occurrence* causing the loss or damage.