

THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.

UNIT-OWNERS COVERAGE A
Special Coverage
Form **SIC HO-6** Only

For an additional premium, the Perils Insured Against applying to Coverage **A** are amended as follows:

Perils Insured Against

We insure against risk of direct physical loss to property described in Coverage **A**, only if that loss is a physical loss to property.

This includes the perils of "catastrophic ground cover collapse" and "sinkhole loss" as provided in Part **A.** and Part **B.** below.

We do not insure, however, for loss:

1. Involving collapse, including any of the following conditions of property or any part of the property, whether above or below the ground:
 - a. An abrupt falling down or caving in;
 - b. Loss of structural integrity, including separation of parts of the property or property in danger of falling down or caving in; or
 - c. Any spalling, crumbling, settling, cracking, shifting, bulging, racking, sagging, bowing, bending, leaning, shrinkage or expansion, or any other age or maintenance related issues, as such condition relates to a. and b. above;

except as provided in ADDITIONAL COVERAGES – Collapse.
2. Caused by:
 - a. Freezing of a plumbing, heating, air conditioning or automatic fire protective sprinkler system or of a household appliance, or by discharge, leakage or overflow from within the system or appliance caused by freezing.

This exclusion applies only while the unit is "vacant", "unoccupied" or

being constructed unless you have used reasonable care to:

- (1) Maintain heat in the building; or
 - (2) Shut off the water supply and drain the system and appliances of water;
- b. freezing, thawing, pressure or weight of water or ice, whether driven by wind or not, to a:
 - (1) Fence, pavement, patio or swimming pool;
 - (2) Foundation, retaining wall, or bulkhead; or
 - (3) Pier, wharf or dock;
 - c. Theft in or to a unit under construction, or of materials and supplies for use in the construction until the unit is finished and occupied;
 - d. Theft or attempted theft in or to a dwelling if the dwelling has been "vacant" for more than 30 consecutive days immediately before the loss;
 - e. Vandalism and malicious mischief if the unit has been "vacant" for more than 30 consecutive days immediately before the loss.
- A unit being constructed is not considered "vacant";
- f. Accidental discharge or overflow of water or steam;
- Unless loss to property covered under Coverage **A** results from an accidental discharge or overflow of water or steam from within a plumbing, heating, air conditioning or automatic fire protective sprinkler system or household appliance.

Loss to property covered under Coverage **A** that results from an accidental discharge or overflow of

water or steam from within a plumbing, heating, air conditioning or automatic fire protective sprinkler system or household appliance on the "residence premises" includes the cost to tear out and repair only that part or portion of a building, or other structure, owned solely by you which is covered under Coverage **A**, at the location of the "residence premises," necessary to access the system or appliance.

- (1) The cost that we will pay for tear out and repair of the part or portion of the building or other structure covered under Coverage **A** as specified above is limited to only that part or portion of the covered building or other structure owned solely by you which is necessary to provide access to the part or portion of the system or appliance that caused the covered loss, whether the system or appliance, or any part or portion of the system or appliance, is repairable or not.
- (2) Such tear out and repair coverage only applies to other structures owned solely by you if the water or steam causes actual damage to a building owned solely by you at the location of the "residence premises".
- (3) In no event will we pay for the repair or the replacement of the system or appliance that caused the covered loss.

We do not cover loss:

- (1) To or within the "residence premises," if the "residence premises" has been "vacant" for more than 30 consecutive days immediately before the loss.
The "residence premises" being constructed is not considered "vacant";
- (2) To the system or appliance from which the water or steam escaped;
- (3) On the "residence premises" caused by accidental discharge or

overflow which occurs away from the building where the "residence premises" is located;

- (4) Caused by constant or repeated seepage or leakage of water or steam, or the presence or condensation of humidity, moisture or vapor which occurs over a period of 14 or more days, whether hidden or not and results in damage such as wet or dry rot, "fungi," deterioration, rust, decay or other corrosion; or
- (5) To a plumbing system, whether above or below the ground, caused by:
 - a. Age, collapse, obsolescence, wear, tear;
 - b. Fading, oxidization, weathering;
 - c. Deterioration, decay, marring, delamination, crumbling, settling, cracking;
 - d. Shifting, bulging, racking, sagging, bowing, bending, leaning;
 - e. Shrinkage, expansion, contraction, bellying, corrosion;
 - f. The unavailability or discontinuation of a part or component of the system; or
 - g. Any other age or maintenance related issue;
- (6) To a plumbing system, whether above or below the ground, caused by the impairment, state or condition of the system, which prohibits repair or replacement including access, necessary to connect the adjoining parts of appliances, pipes or system; or
- (7) Otherwise excluded or limited elsewhere in the Policy.

For purposes of this provision, a plumbing system or household appliance does not include:

- (1) A sump, sump pump, irrigation system or related equipment; or
 - (2) A roof drain, gutter, down spout or similar fixtures or equipment.
- g. Dropped objects to the interior of a building, the property contained in a building, or flooring located outside of

a building, unless the roof or an outside wall of the building is first damaged by a dropped object.

Damage to the dropped object itself is not covered.

- h. Rain, snow, sleet, sand or dust to the interior of a building unless a covered peril first damages the building causing an opening in a roof or wall and the rain, snow, sleet, sand or dust enters through this opening.
- i. Any of the following:
 - (1) Wear and tear, marring, chipping, scratches, dents, or deterioration;
 - (2) Inherent vice, latent defect, defect or mechanical breakdown;
 - (3) Smog, rust, decay or other corrosion;
 - (4) Smoke from agricultural smudging or industrial operations;
 - (5) Discharge, dispersal, seepage, migration, release or escape of pollutants unless the discharge, dispersal, seepage, migration, release or escape is itself caused by a PERIL INSURED AGAINST under Coverage **C** of this policy. Pollutants means any solid, liquid, gaseous or thermal irritant or contaminant, including:
 - (a) Smoke;
 - (b) Vapor;
 - (c) Soot;
 - (d) Fumes;
 - (e) Acids;
 - (f) Alkalis;
 - (g) Chemicals; and
 - (h) Waste.
 Waste includes materials to be recycled, reconditioned or reclaimed;
 - (6) Settling, shrinking, bulging or expansion, including resultant cracking, of pavements, patios, foundations, walls, floors, roofs or ceilings;
 - (7) Birds, vermin, rodents,

marsupials, animals, reptiles, insects, or pests, including but not limited to, termites, snails, raccoons, opossums, armadillos, flies, bed bugs, lice, ticks, locust, cock- roaches, and fleas.

If any of these cause water damage not otherwise excluded or limited elsewhere in the Policy, from a plumbing, heating, air conditioning or automatic fire protective sprinkler system or household appliance on the "residence premises", we cover loss caused by the water, including the cost to tear out and repair only that part or portion of a building or other structure, owned solely by you covered under Coverage **A**, at the location of the "residence premises", necessary to access the system or appliance.

- (1) The cost that we will pay for necessary tear out and repair of the part or portion of the building or other structure covered under Coverage **A** as specified above is limited to only that part or portion of the covered building or other structure owned solely by you which is necessary to provide access to the part or portion of the system or appliance that caused the covered loss, whether the system or appliance, or any part or portion of the system or appliance, is repairable or not.
- (2) Such tear out and repair coverage only applies to other structures owned solely by you if the water or steam causes actual damage to a building owned solely by you at the location of the "residence premises".
- (3) In no event will we pay for the repair or the replacement of the system or appliance that caused the covered loss.

We do not cover loss to the system or appliance from which this water escaped.

For purposes of this provision, a plumbing system or household appliance

does not include:

- (1) A sump, sump pump, irrigation system or related equipment; or
- (2) A roof drain, gutter, down spout or similar fixtures or equipment.

3. Excluded under SECTION I – EXCLUSIONS.

Under items 1. and 2., any ensuing loss to property described in Coverage A not excluded or excepted in this policy is covered.

Part A.

Catastrophic Ground Cover Collapse.

1. We insure for direct physical loss to the “principal building” under Coverage A caused by the peril of “catastrophic ground cover collapse.”
2. Coverage C applies if there is a direct physical loss resulting from a “catastrophic ground cover collapse”, unless the loss is excluded elsewhere in this policy.
3. Damage consisting merely of the settling or cracking of a foundation, structure or building does not constitute a loss resulting from a “catastrophic ground cover collapse.”
4. Direct physical loss from “catastrophic ground cover collapse” does not apply to the costs to repair the depression or hole, or to stabilize the land on the insured premises.

If we at our option repair the “principal building” under Coverage A for direct physical loss resulting from the peril of “catastrophic ground cover collapse,” we will stabilize the portion of the “principal building’s” land which is your insurance responsibility under a corporation or association of property owners agreement in accordance with the professional engineer’s recommended repairs.

This peril does not increase the limit of liability that applies to the damaged property.

The SECTION I – Earth Movement and Settlement EXCLUSION 2. does not apply to “catastrophic ground cover collapse.”

Part B.

Sinkhole Loss.

1. We insure for direct physical loss to the “principal building” under Coverage A of your policy caused by “sinkhole loss” that occurs during the policy period, including the costs incurred to:

- a. Stabilize the portion of the “principal building’s” land and “principal building”; and
- b. Repair the portion of the foundation of the “principal building”;

which is your insurance responsibility under a corporation or association of property owners agreement, in accordance with the recommendations of our professional engineer, who verifies the presence of a “sinkhole loss” in compliance with Florida sinkhole testing standards, with notice to you.

The professional engineer or professional geologist must be selected or approved by us.

2. This peril does not apply to personal property and additional living expenses coverage unless there is “structural damage” to the “principal building” caused by “sinkhole activity.”
3. This peril does not increase the limit of liability applying to the covered property.
4. We do not insure land or the replacement, rebuilding, restoration, or the value of land, except as provided under 1.a. above and in accordance with the recommendations of our professional engineer.
5. If the loss or damage is caused by both “catastrophic ground cover collapse” and “sinkhole loss”, only one limit of insurance will apply to such loss or damage.

The SECTION I – Earth Movement and Settlement EXCLUSION 2. does not preclude coverage for “sinkhole loss” if there is a direct physical loss to the “principal building” caused by “sinkhole loss”.

If a loss is caused in part by “sinkhole loss” and in part by Earth Movement and

Settlement, our liability is limited to the amount of the covered loss caused by "sinkhole loss," subject to any applicable deductible provisions.

Under Perils Insured Against, a plumbing system includes a septic system.

occurs over a period of 14 or more days, whether hidden or not and results in damage such as wet or dry rot, "fungi," deterioration, rust, decay or other corrosion.

All other provisions of this policy apply.

The following exclusions are added to SECTION I – EXCLUSIONS:

We do not insure for loss to property described in Coverage A caused by any of the following.

However, any ensuing loss to property described in Coverage A not otherwise excluded or excepted in this policy is covered.

- a. **Weather conditions.** However, this exclusion only applies if weather conditions contribute in any way with a cause or event excluded in SECTION I – EXCLUSIONS, other than exclusions b., and c. below, to produce the loss;
- b. **Acts or decisions,** including the failure to act or decide, of any person, group, organization or governmental body;
- c. **Faulty, inadequate or defective:**
 - (1) Planning, zoning, development, surveying, siting;
 - (2) Design, specifications, workmanship, repair, construction, renovation, remodeling, grading, compaction;
 - (3) Materials used in repair, construction, renovation or remodeling; or
 - (4) Maintenance;of part or all of any property whether on or off the "residence premises."

We do not insure for loss to property described in Coverage A caused directly or indirectly by the following. Such loss is excluded regardless of any other cause or event contributing concurrently or in any sequence to the loss.

- d. **Constant or repeated seepage or leakage** of water or steam, or the presence or condensation of humidity, moisture or vapor; which