DISCLOSURE NOTICE
CAPPED MOLD REMEDIATION ENDORSEMENT

Your renewal policy includes important coverage changes. Please review this important notice and retain it with your insurance policy.

This Disclosure Notice is not a contract of insurance. It is intended to provide information on a Capped Mold Remediation Endorsement which is now a part of your policy. It is recommended that you review your policy carefully to determine your rights, duties and obligations. This information is intended to assist you in the review of your prior and current policy. If there are any conflicts between this Disclosure Notice and your policy, the provisions of the policy shall prevail.

Addition of this Capped Mold Remediation Endorsement to your policy provides for a cap of the amount we will pay for remediation of mold resulting from a covered cause of loss. For a covered loss to your residence, related private structures on the premises and/or personal property provided under this policy, we will not pay more than $20,000. Plus we will pay any additional amount shown in your policy as applicable to any such covered loss for mold remediation expenses at this location, for each occurrence for all increased costs that are mold remediation expenses as set forth below. This mold remediation expense limit does not increase the amount of coverage for your residence, related private structures on the premises and/or personal property.

The capped mold remediation expense limit does not apply to reasonable and necessary costs incurred by you for covered mold remediation resulting from fire or lightning losses to the residence, related private structures on the premises and/or personal property provided under this policy. The full amount of insurance is available to adjust such covered fire and/or lightning losses.

ADDITIONAL DEFINITIONS

Additional Definitions applicable to the Capped Mold Remediation Endorsement are:

1. ***Mold*** means fungi classified as molds, mildews, smuts, yeasts and mushrooms including their fragments, metabolites, reproductive products, mycotoxins and other volatile organic compound discharges.
2. ***Remediation*** means the detection, treatment and elimination of molds including the removal and disposal of their residues necessary to restore the affected property to safe use.
3. ***Temporary residential expenses*** means the reasonable and necessary increase in expenses you incur to maintain the normal standard of living of your household if the covered premises are made unfit for occupancy by a covered mold loss. We pay for any net loss of rents actually sustained by you if the part of the covered premises rented to others is made unfit for occupancy by a covered mold loss. We pay only for the period of time reasonably required to make the covered premises fit for occupancy.

Capped mold remediation expenses also include the costs incurred by you for temporary residential expenses necessitated by the mold remediation at the covered premises. The maximum we pay is 20% of the amount of insurance applicable to the Capped Mold Remediation Endorsement. The deductible does not apply to your covered temporary residential expenses.

We will not make any additional payments for mold remediation or temporary residential expenses necessitated by the mold remediation under any other part of this policy.

CAPPED MOLD REMEDIATION ENDORSEMENT EXAMPLES

The following are examples that illustrate how the Capped Mold Remediation Endorsement works:

Example 1:

The water heater of a home bursts resulting in covered water damage to the floor and a wall of the basement where the water heater is placed. Mold develops below the water heater on the floor and beside it on the wet wall, and then spreads to an adjoining dry wall. The water damage is covered up to the policy limit for the residence. The mold on the wet floor under the water heater is covered as part of the covered water damage loss, as is the mold beside the water heater on the

wet wall. However, any increased costs resulting from the mold on the floor or wet wall such as testing or implementing a mold remediation plan is covered only up to the Capped Mold Remediation Endorsement limit. The mold on the dry wall is also subject to the Capped Mold Remediation Endorsement limit.

Example 2:
Mold develops on a bathroom wall and ceiling due to moisture because of continuous seepage or leakage from a plumbing system. There is no covered loss, therefore, mold remediation expenses are not covered.

ADDITIONAL MOLD REMEDIATION AMOUNTS OF INSURANCE
For an additional premium, we provide optional additional mold remediation amounts of insurance.

To obtain additional mold remediation amounts of insurance, you must request such an increase. To make a request to increase the Capped Mold Remediation Expense limit or to receive a premium quote, you must contact your agent or broker prior to the effective date of your renewal policy. We recommend that you review your policy carefully for a complete description of your coverages. You should discuss the Capped Mold Remediation Expense limit options with your agent or broker before selecting the additional amount you want to request. Your agent or broker information is listed on this policy. You will be notified by this company if your request is accepted. If your request is accepted, your policy will state the additional amount of insurance you have purchased that is applicable to the Capped Remediation Expense limit as described in this endorsement.

This Disclosure Notice is intended to provide you with an understanding of how your coverage is changed as a result of this endorsement being added to your insurance policy. It should not be regarded as detailing every example of how the Capped Mold Remediation Endorsement shall apply to your policy, but rather provides an illustration. If you have any questions as to these changes on the completion of your review, please contact your agent, broker, or this company for further information.