PERILS SECTION

We insure This policy, under Coverage A (Coverages A, B, C, E and F when applicable) D, insures against direct physical loss or damage to covered property caused by these causes of loss: following perils:

1. ***Fire or* lightning.** ***Lightning***
2. ***Explosion*.**

Optional **Cause of loss-Windstorm**-this cause of loss Peril-Windstorm-This peril (No. 3) is subject to additional premium charge and applies only if a premium for Windstorm is shown on the Declarations.

3. **Windstorm**-this ***Windstorm*** This does not cover loss:
   a. caused directly or indirectly by frost, cold weather, ice (other than hail), snow or sleet, all whether wind -driven or not;
   b. to the interior of a building or mobile home, or to the property inside, caused by dust, rain, sand, sleet, snow or water, all whether wind driven or not. Loss caused by dust, rain, sand, sleet, snow or water is covered if these elements enter through an opening in the roof or walls resulting from damage caused -driven or not, entering through openings not made by the direct force of wind or hail; or
   c. to watercraft (except rowboats and canoes on the ***insured premises***) including their trailers, accessories, equipment and outboard motors unless such property is inside a fully enclosed building.
4. **Hail**-this ***Hail*** This does not cover loss:
   a. caused directly or indirectly by frost, cold weather, ice (other than hail), snow or sleet, all whether wind -driven or not;
   b. to the interior of a building or mobile home, or to the property inside, caused by dust, rain, sand, sleet, snow or water, all whether wind driven or not. Loss caused by dust, rain, sand, sleet, snow or water is covered if these elements enter through an opening in the roof or walls resulting from damage caused -driven or not, entering through openings not made by the direct force of wind or hail; or
   c. to watercraft (except rowboats and canoes on the ***insured premises***) including their trailers, accessories, equipment and outboard motors unless such property is inside a fully enclosed building.
5. ***Riot or Civil Commotion*.**
6. ***Aircraft*** meaning only direct loss from actual physical contact of an aircraft with covered property and including objects falling from aircraft.
7. ***Vehicles*** meaning only direct loss from actual physical contact of a vehicle with covered property. This does not cover loss caused by vehicles:
   We do not pay for loss or damage caused by a vehicle:
   a. owned, leased or operated by ***you*** or by an occupant of the ***insured premises***; or
   b. to ***your*** fence(s), driveway(s) or walk(s). fences, driveways or walks.
8. ***Sudden and Accidental Damage from* Smoke**-this ***Smoke*** This does not cover loss caused by smoke from agricultural smudging, industrial operations, fireplaces, or wood or coal burning stoves.
9. **Sinkhole collapse** meaning loss or damage caused by sudden settlement or collapse of earth supporting the covered property. The earth settlement or collapse must result from subterranean voids caused by the action of water on limestone or similar rock formations.
   We do not pay for the value of land or the cost of filling sinkholes.
10. **Volcanic Action** meaning direct loss or damage caused by volcanic action, including airborne volcanic blast or shockwaves; ash, dust or particulate matter; or lava flow. All volcanic eruptions that occur within a 72 hour period will constitute a single ***occurrence***.
    We do not pay for removal of ash, dust or particulate matter that does not cause direct physical loss to the described property.

***Optional* cause of loss ~~*Peril* ~~*Vandalism*~~-~~ this cause of loss (no. 11)~~This peril (No. 9)~~ is subject to an additional premium charge and applies only if a premium for Vandalism is shown on the Declarations.

11.~~9.~~ ***Vandalism***.

We do~~This does~~ not pay for~~cover~~ loss or damage by vandalism: ~~:~~

a. if the ***insured premises*** are vacant for more than 30 consecutive days immediately before the loss. A ***residence*** under construction is not considered vacant; or

b. to glass or safety glazing material constituting a part of the building other than glass building blocks.

REPLACEMENT COST PROVISION

(Not Applicable To Mobile Homes Whether Or Not On A Permanent Foundation)

(Our liability under this provision is subject to the ***terms*** of How Much We Pay for Loss or Claim in the General Policy Provisions.)

1. This provision applies only to covered buildings, including additions and built-in components and fixtures, covered under Coverage A-Residences~~ - Residence~~ and Coverage B~~ -~~ Related Private Structures on the Premises. The building must have a permanent foundation and roof. This provision does not apply to:
   a. mobile homes whether or not on a permanent foundation;
   b. domestic appliances;
   c. carpeting, curtains and drapes all whether or not permanently installed;
   d. detachable building items including screens, awnings, storm doors and windows, and window air conditioners; or
   e. outdoor structures (other than buildings) which are not permanent components or fixtures of a building. These include (but are not limited to) swimming pools, fences, paved areas, submersible pumps and sump pumps.
2. If the amount~~limit~~ of insurance~~liability~~ on the damaged building is less than 80 percent of its replacement cost at the time of loss, ***we*** pay the larger of the following (in excess of the deductible):
   a. the actual cash value of the damaged part of the building; or
   b. that proportion of the replacement cost of the damaged part which ***our*** amount~~limit~~ of insurance~~liability~~ on the building bears to 80 percent of the full current replacement cost of the building.
3. If the amount~~limit~~ of insurance~~liability~~ on the damaged part~~building~~ is at least 80 percent of its replacement cost at the time of loss, ***we*** pay the full cost of repair or replacement of the damaged part without deduction for depreciation. ~~***We*** pay the smallest of the following amounts:~~
   We pay the smallest of the following amounts:
   a. the amount~~limit~~ of insurance~~liability~~ applicable to the building;
   b. the cost (in excess of the deductible) to repair or replace the damage on the same premises using materials of equivalent kind and quality~~,~~ to the extent practicable; or
   c. the amount (in excess of the deductible) actually and necessarily spent to repair or replace the damage.
4. When the cost to repair or replace exceeds the lesser of $1,000 or 5 percent of the applicable amount~~limit~~ of insurance~~liability~~ on the damaged building, ***we*** are not liable for more than the actual cash value ~~of the loss~~ until actual repair or replacement is completed.
5. ***You*** may make a claim for the actual cash value amount of the loss before repairs are made. A claim for any additional amount payable under this provision must be made within 180 days after a~~the~~ loss.

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