Old Language	New Language	Explanation of Proposed Changes	Impact
WHAT *WE* PAY FOR ***We*** pay for direct physical loss caused by earthquake to property scheduled above. One or more earthquake shocks that occur within a 72 hour period shall constitute a single ***occurrence***. The following changes are made to the ***terms*** contained in the policy. **DEDUCTIBLE**. ***Deductible*** under **How Much *We* Pay for Loss or Claim** is replaced by the following with respect to this coverage. ***Deductible-We*** pay only that part of the loss in each ***occurrence*** which is more than 2 percent of the limit of insurance that applies. This ***deductible*** amount shall not be less than $250 per ***occurrence***. If this policy covers more than one building, this ***deductible*** applies separately to each building. **SPECIAL EXCLUSIONS**. 1. ***We*** do not cover loss caused directly or indirectly from flood of any nature or tidal wave, whether caused by, resulting from, contributed to or aggravated by earthquake. The following exclusion: ☐ APPLIES 2. ***We*** do not cover loss to exterior masonry veneer. The value of exterior masonry veneer shall be deducted before applying the ***deductible*** clause. For the purpose of this exclusion, stucco shall not be considered masonry veneer.	**WHAT *WE* PAY FOR** ***We*** pay up to the Amount of Insurance shown in the Schedule for accidental direct physical loss or damage resulting from earthquake, including: 1. Landslide, mudslide or mudflow; and 2. Earth sinking, rising or shifting as a result of movements within the earth's crust or volcanic action. One or more earthquakes, tremors or aftershocks that occur within a 72-hour period will constitute a single occurrence. This coverage supersedes, in part, the Earth Movement Of Any Kind exclusion otherwise contained in the applicable Causes of Loss form. **DEDUCTIBLE** The applicable deductible stated in the Declarations does not apply to the coverage provided by this endorsement. A deductible equal to 2% of the Amount of Insurance shown in the Schedule is applicable to, and will be subtracted from, the amount paid for each scheduled item. **WHAT *WE* DO NOT PAY FOR** ***We*** do not pay for: 1. Flood of any nature or tidal wave, whether caused by, resulting from, contributed to or aggravated by earthquake. 2. Loss or damage from: a. Any other earth movement including earth sinking and earth rising or shifting arising out of, caused by or resulting from any human or animal act; b. Earth movement resulting from excavation, grading or backfilling; or c. Earth movement resulting from filling of soil or any other substance. However, if loss or damage by fire or explosion results, ***we*** will pay for the resulting loss or damage caused by such fire or explosion. 3. Volcanic eruption, explosion or effusion. However, if loss or damage by fire or volcanic action results, ***we*** will pay for the resulting loss or damage caused by	1. What We Pay For - Grant of coverage reworded and makes clear this coverage supersedes, in part, the Earth Movement of Any Kind exclusion in the Causes of Loss form. 2. Deductible – new language removes minimum deductible. 3. Special Exclusions became What We Do Not Pay For. 4. What We Do Not Pay For – 1. is no longer optional. 5. Special Exclusions – 2. is eliminated from the new form. 6. What We Do Not Pay For – 2. and 3. are new.	1. Clarification 2. Broadening 3.Clarification 4. Restriction 5. Broadening 6. Restriction

	such fire or volcanic action. Volcanic action means direct loss or damage resulting from the eruption of a volcano when the loss or damage is caused by: a. Airborne volcanic blast or airborne shock waves; b. Ash, dust or particulate matter; or c. Lava flow. All volcanic eruptions that occur within any 72-hour period will constitute a single occurrence. Volcanic action does not include the cost to remove ash, dust or particulate matter that does not cause direct physical loss or damage to the covered property.		