



## MODIFIED REPLACEMENT COST Coverage A-Residence

The coverage under this endorsement is subject to the *terms* contained in *your* policy.

This Modified Replacement Cost endorsement applies to Coverage A-*Residence* only, and replaces 2. and 3. of the Replacement Cost Provision contained in the Causes Of Loss form attached to *your* policy.

2. If the amount of insurance on the damaged buildings is less than \_\_\_\_\_ percent of its replacement cost at the time of loss, *we* pay the larger of the following (in excess of the deductible):
  - a. 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 of insurance on the building bears to \_\_\_\_\_ percent of the full current replacement cost of the building.
3. If the amount of insurance on the damaged building is at least \_\_\_\_\_ 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:
  - a. the amount of insurance 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 practical; or
  - c. the amount (in excess of the deductible) actually and necessarily spent to repair or replace the damage.

All other *terms* and conditions remain unchanged.