

Roof Limitation Endorsement (75)

Basis of Claims Settlement

It is understood and agreed that under Basis of Claim Settlement, we will settle losses to:

- the roof(s) of the building(s) or outbuilding(s) insured by this policy caused by windstorm, hail or weight of ice and/or snow, on the basis of Age Adjusted Replacement Cost up to the limits of your coverage as shown on the Coverage Summary Page.

Roof includes, but is not limited to, roof coverings and materials, roof assembly, eavestroughs, gutters, downspouts, vents, flashing and fascia.

Age Adjusted Replacement Cost means the cost, including labour, on the date of the loss or damage, of the lesser of:

- repairing the insured property with materials of similar kind, quality and usefulness; or,
- replacing with new materials of similar kind, quality and usefulness.

Both options are subject to a deduction beginning from the roof's installation date based on the following chart:

| Roofing Material | Age Adjustment during first 5 years | Annual Age Adjustment % starting after year 5 | Maximum Age Adjustment % |
|--|--|--|---------------------------------|
| Built-Up | 0% | 10% | 80% |
| Asphalt Composition | 0% | 10% | 80% |
| Class 4 Rated Impact Resistant Asphalt Composition | 0% | 5% | 80% |
| Wood Shakes or Shingles | 0% | 4% | 80% |
| Membrane | 0% | 3% | 80% |
| Metal, Tile, Rubber or Slate | 0% | 2% | 80% |
| Other | 0% | 5% | 80% |
| Gutters, Downspouts, Vents and Flashing | 0% | 4% | 80% |

Loss Mitigation Coverage

Following a covered loss to your roof and/or siding that is a result of an Insured Peril, we will pay you an additional amount up to \$2,500 for expenses incurred by you to upgrade your entire building(s)'s roofing and/or siding material to a material recognized by us as being more resistant to Hail. 'Upgrade' is defined as an improved impact resistance to Hail when compared to your previous roofing or siding materials. Replacement must be completed within 1 year of the date of loss. Recognized Hail resistant materials include:

Roofing

1. Class 4 rated impact resistant asphalt composition shingles
2. Rubber, Slate, Concrete or Clay roofing tiles

Siding

1. Cement fiber board
2. Stucco
3. Brick or stone veneer

The limitations in this endorsement will not apply in the event of a total loss to a building subject to Coverage A.

All other limits, terms, conditions, provisions, definitions and exclusions shall have full force and effect.