

IMPORTANT NOTICE

This notice contains a brief synopsis of the significant broadenings, restrictions and clarifications of coverage that were made to your policy and endorsements. It does not reference editorial changes that were made for clarity and readability if there was no change in coverage intent.

You should read your policy and its endorsements carefully. If there is any conflict between the policy terms and this notice, **THE PROVISIONS OF THE POLICY SHALL PREVAIL.**

Payment of your premium means acceptance of the new terms of the policy.

PLEASE READ YOUR POLICY CAREFULLY

To Home-Guard® Policyholders:

This renewal of your policy includes Loss Settlement For Windstorm Or Hail Losses To Roof Surfacing (**HMIC 478 08-23**). This endorsement clarifies that replacement cost loss settlement terms are deleted and replaced by actual cash value loss settlement terms for loss caused by windstorm or hail to the roof surfacing of the dwelling and other structures located on the residence premises when the age of the roof surfacing is 15 years or older.

If you feel these changes do not meet your needs, you have the right to cancel this policy by contacting your agent to complete this request.

If you have any questions, please contact your agent as we want you to be completely satisfied with your insurance protection and service.

PLEASE READ THIS ENDORSEMENT CAREFULLY, AS IT MODIFIES THE POLICY.

LOSS SETTLEMENT FOR WINDSTORM OR HAIL LOSSES TO ROOF SURFACING

With respect only to the coverage provided by this endorsement, "your" policy is amended as indicated.

It is agreed that replacement cost loss settlement terms are deleted and replaced by "actual cash value" loss settlement terms. This applies to loss caused by windstorm or hail to the "roof surfacing" of the dwelling and other structures located on the "residence premises" when the age of the "roof surfacing" is 15 years or older.

For the purpose of this endorsement, "roof surfacing" means fiberglass shingles, asphalt shingles, wood shingles, wood shakes, tiles, cladding, tar and pitch, rubberoid, synthetic sheeting or similar materials used in securing the roof surface and all materials applied to or under the roof surface for moisture protection, as well as roof flashing.

Loss Settlement

"We" will pay the smallest of the following amounts:

1. The "actual cash value" of the covered property at the time of loss;
2. The cost to repair or replace that part of the covered property with property of like kind and quality, less depreciation. This includes, but is not limited to cost of roofing, shingles, labor, other material and supplies, and debris removal.

Depreciation means a reduction in value of the covered property as the result of wear and tear, age, or technological or economic obsolescence. Depreciation will not apply to the repair of covered property unless the repair improves or prolongs the useful life or results in an increase in the monetary value of the covered property. Depreciation also applies to labor and materials; or

3. The limit of liability applicable to the covered property.

If this policy has been endorsed to include a replacement cost or functional replacement cost loss settlement endorsement, the loss settlement terms provided by those endorsements do not apply to "roof surfacing", but only with respect to loss caused by windstorm or hail if the age of the "roof surfacing" is 15 years or older at the time of the loss.

All other terms and conditions of this policy apply.