

THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.

**DWELLING PROPERTY 3 – SPECIAL FORM - MODIFIED
LOSS OF RENTAL INCOME COVERAGE – SCHEDULED LIMIT**

It is hereby understood and agreed that in consideration of an additional premium paid by the Named Insured and upon the Named Insured's request for coverage, we agree to provide Loss of Rental Income coverage as provided by this endorsement, subject to the terms and conditions of the policy and for attachment to the Certificate of Insurance.

If a covered loss to the insured property described in the Certificate of Insurance makes that part of the property rented to others, or held for rental by the insured, uninhabitable we will cover the loss of rental income as described herein.

Loss of rental income means the loss of rental income of that part of the property rented to others, or held for rental by the insured, that is uninhabitable. Loss of rental income does not include charges and expenses which do not continue.

Payment shall be for the shortest time required to repair or replace that part of the property rented to others, or held for rental by the insured, but shall not exceed 12 months. This period of time is not limited by the expiration of this policy.

Time periods for which loss of rental income may be covered:

- a. If the damaged or totally destroyed property is not repaired or replaced, or if it is repaired or replaced at the same premises, we will only pay for the time period during which the property could have been, or is being repaired or replaced at the same location with property of like kind, quality and use, with the exercise of due diligence and dispatch and not to exceed 12 months.
- b. If a covered structure is totally destroyed and is replaced elsewhere by the construction or purchase of another structure of like kind, quality and use, we will only pay for the time period during which the structure is being so replaced elsewhere, not to exceed the time period specified in a. above for the replacement of property at the same location.

Our maximum limit of liability that applies to each Described Location is as scheduled, per twelve (12) month period. Payment under this coverage is in addition to the Coverage A limit of liability.

If civil authority prohibits the use of that part of the property rented to others, or held for rental by the insured, as a result of direct damage to a neighboring location caused by a covered peril, we will cover the loss of rents for no more than two weeks.

We do not cover loss of rents or expense due to the cancellation of a lease or agreement.