

Contents in Storage

Your policy covers your Personal Property, while in storage, at location(s) shown and for the limits of Insurance indicated on the Coverage Summary page.

INSURED PERILS

You are insured against direct loss or damage caused by the following perils:

1. **Fire or Lightning.**
2. **Explosion.** This does not include water hammer.
3. **Smoke.** This peril means smoke due to a sudden, unusual and faulty operation of any heating or cooking unit in or on the premises, but not smoke from fireplaces.
4. **Impact by Aircraft, Spacecraft or Land Vehicle.** This peril does not include any impact by a vehicle owned or operated by you or your employee.
5. **Riot.**
6. **Windstorm or Hail.** Your personal property inside a building is covered only if the storm first creates an opening in the building and damage results coincidentally with the windstorm or hail.

We cover damage to watercraft and their equipment caused by windstorm or hail only while they are inside a fully-enclosed building. This period does not cover loss or damage due to waves, flood, waterborne objects or the weight or pressure or melting of ice or snow, whether driven by wind or not.

Burglary Extension

If 'Burglary Extension' is stated on your Coverage Summary page you are also insured against direct loss or damage caused by the following peril:

7. **Burglary.** This peril means theft of insured property from the premises following illegal and forcible entry or exit, leaving visible marks at the point of forced entry or exit.

PERSONAL PROPERTY NOT INSURED

We do not insure:

1. animals including birds and fish;
2. books, tools and instruments pertaining to a business, profession or occupation, including samples and goods held for sale;
3. money including bank notes or bullion;
4. securities, manuscripts, accounts, deeds or tickets;
5. philatelic property (such as stamp collections);
6. jewellery, watches, gems, fur garments and garments trimmed with fur;
7. numismatic property including medals;
8. silverware, silver-plated ware, goldware, gold-plated and pewterware.

BASIS OF SETTLEMENT

When Coverage Applies

We will pay claims for loss or damage up to your financial interest in the property, but not more than the applicable limit(s) of insurance for any loss or damage arising out of one occurrence.

Deductible

The deductible amount which applies is shown on the Coverage Summary page. We pay only the amount by which the insured loss or damage exceeds the applicable deductible amount in any one occurrence.

Personal Property (Replacement Cost Basis)

If "Replacement Cost included" is stated on the Coverage Summary page, we will pay the Replacement Cost of the loss of damage at the date of the occurrence up to the applicable limit of insurance stated on the Coverage Summary page.

We will pay the lesser or:

1. the cost to repair the property with materials of similar kind and quality, or
2. the cost of new articles of similar kind, quality and usefulness without any deduction for depreciation, or
3. the applicable limit of insurance;

but we will not pay more than the Actual Cash Value of the loss or damage:

4. if the property is not repaired or replaced;
5. if repair or replacement is not effected as soon as reasonably possible;
6. for property no longer in use for its originally intended purpose;
7. for fine arts, antiques, paintings and similar articles which, by their inherent nature, cannot be replaced with a comparable article.

If the Personal Property is not repaired or replaced we will pay the Actual Cash Value of the damage at the date of the occurrence.

Personal Property (Actual Cash Value Basis)

We will pay the Actual Cash Value of the loss or damage up to the applicable limit of insurance stated on the Coverage Summary page unless Replacement

Cost coverage on personal property is included.

Actual Cash Value

The Actual Cash Value is what the property is worth and takes into account such things as the cost of replacement less any depreciation and obsolescence. In determining depreciation, we will consider the condition of the property immediately before the damage occurred, the resale value and the normal life expectancy.

All other terms, provisions, definitions, exclusions and conditions of the policy remain unchanged.