

Fine Arts Rider (714B-L)

If this endorsement is shown on your Coverage Summary page we agree to provide the following benefits.

We insure your fine arts listed on your Coverage Summary page against all risks of direct physical loss or damage subject to the terms and conditions of this rider and the policy to which it is attached.

Loss Or Damage Not Insured

We do **not** insure:

1. loss of or damage to any property illegally acquired, kept, stored, transported, or imported, including any property illegally imported at the date of its entry into Canada;
2. accidental breakage of fragile articles;

nor do we insure loss or damage caused by or resulting from:

3. any process or work being performed on your fine arts where the damage results from such process or work;
4. loss to property on exhibit at any fairgrounds, exhibition or exposition unless those premises are specifically described on the Coverage Summary page.

Fine Arts Breakage Extension

If “**Fine Arts with Breakage**” is shown on your Coverage Summary Page, item 2 above under “Loss or Damage Not Insured” does not apply. We insure loss or damage caused by accidental breakage of your Fine Arts.

Special Conditions

Newly Acquired Articles

If you acquire any additional fine arts, we will automatically insure these provided you tell us within 30 days of acquisition. Under this extension we will **not** pay more than 25% of the total amount of insurance provided by this rider.

Packing and Unpacking

The fine arts must be packed and unpacked by competent packers. Any loss or damage shall not reduce the amounts of insurance provided by this rider. If, following payment of a claim, you acquire any articles to replace those which were lost or damaged, you must tell us within 30 days of acquisition.

Basis Of Claim Payment

1. Replacement Cost

In the event of loss to your fine arts we agree to pay on the basis of replacement cost up to the limit(s) shown on your Coverage Summary page.

However, we will **not** pay more than the Actual Cash Value:

- a. if repair or replacement is not effected as soon as reasonably possible, but in no case more than one year after the date of loss;
- b. for fine arts, antiques, rare objects and other items which by their nature cannot be replaced with a comparable article.

Replacement cost means the cost, on the date of the loss or damage, of the lesser of:

- repairing the personal property with materials of similar kind and quality; or,
- new articles of similar kind, quality and usefulness;

without any deduction for depreciation.

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.

2. Valued

We will pay up to the amount shown for each item. Where a “V” appears beside an item, that article is valued for the amount shown.

All other terms, conditions, provisions, definitions, and exclusions of the policy to which this endorsement applies remain unchanged.