

KANE COUNTY MUTUAL INSURANCE COMPANY

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

BUILDERS RISK – THEFT OF CONSTRUCTION MATERIAL

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

DEFINITIONS

The following Definitions are added:

1. “Theft” means attempted theft and loss of property from a known place when it is likely that the property has been stolen.
“Theft” does not include loss caused by mysterious disappearance, inventory shortages, conversion, or embezzlement.
2. “Construction Materials” means the materials and supplies, which were purchased and/or delivered, for the purpose of becoming part of the dwelling described.
“Construction Materials” does not include tools, forms or construction equipment owned by, rented to, or borrowed by an “insured”, contractor, or “employees”.
3. “Employees” include any and all subcontractors or any general contractor involved in the construction.

The following **ADDITIONAL PROPERTY COVERAGE** is added:

1. Construction Material

“We” will cover “your” “construction material” at the “residence premises” under construction for “theft”.
This coverage does not change the limit of liability that applies to the damaged property.

EXCLUSIONS

The following **EXCLUSIONS** are added:

1. “We” do not cover loss:
 - a. Committed by an “insured”, contractor, or “employees” of either;
 - b. When the described dwelling is occupied by either owner or tenant;
 - c. Of property while away from the described residence;
 - d. To licensed or unlicensed trailers; or
 - e. Theft, including attempted theft, of “construction material” after they have become a permanent part of the described dwelling.

CONDITIONS

Loss Settlement is amended to include the following:

1. This endorsement terminates at the earlier of the following:
 - a. 12 months after the inception date of this coverage; or
 - b. When the dwelling under construction is completed and occupied by the “insured”.

The following **CONDITION** is added:

1. NOTIFICATION

In the event of a “theft” loss, “you” must notify “us” and the local law enforcement agencies within 24 hours after the discovery of a loss.

Upon completion or occupancy of the dwelling, the “insured” will, upon return of the policy, be entitled to a pro-rata unearned premium refund. Cancellation will be computed from initial date of construction to occupancy or completion date.

All other terms and conditions of this policy apply.