

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

ACTUAL CASH VALUE LOSS SETTLEMENT FOR DWELLING AND FARM BUILDING

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

CONDITIONS

3. Loss Settlement

In regards to **1. Dwelling Coverage** and **4. Farm Buildings Coverage**, "we" will pay no more than the smallest of the following amounts:

- a. The actual cash value of the covered property at the time of the loss;
- b. The cost to repair or replace that part of the covered property with property of like kind and quality, less depreciation.

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

- c. The limit of liability applicable to the covered property.

All other terms and conditions of this policy apply.