

**Form #SH001** (Rev. August 3, 2012)  
**Cessation of Coverage Endorsement**  
(Coverage enhancement for builders with show homes and inventory homes)

It is hereby agreed and understood that CESSATION OF COVERAGE item 8 in the attached Builders Risk Broad Form policy is deleted in its entirety and replaced with the following:

**CESSATION OF COVERAGE**

8. This Form ceases to insure the project:
- (a) on the commencement of use or occupancy of any part or section of the project unless such use or occupancy is for:
    - (i) construction purposes;
    - (ii) office or habitational purposes;
    - (iii) installing, testing or storing equipment or machinery;
  - (b) when construction activity has ceased for more than 30 consecutive days on a building that has not yet reached "lock up" stage. "lock up" means a building that has reached a point where all the openings have been closed, windows in and locked, and doors in and locked;
  - (c) when left unattended for more than 30 consecutive days, unless all of the following conditions are met:
    - all doors and windows must be securely locked when building is left unattended;
    - building must be attended and checked a minimum of every 10 days; and
    - the water supply is shut off during the winter months (November through to the end of April), or heat is maintained in the building and arrangements made to ensure heat is continued; and
    - when a dwelling has a fire and burglar alarm installed and the alarm can be activated such alarm will be activated when the building is left unattended.
  - (d) the expiration of this insurance;
- whichever first occurs.