

STERLING ENHANCEMENT ENDORSEMENT (Rev. July 20, 2004)

This endorsement forms part of the attached policy.

SECTION ONE – PROPERTY INSURANCE

Specific Limits of Insurance is changed as follows:

The following categories of personal property are subject to the specific limits of insurance shown below for any insured peril. These are the total limits for all property included in each category.

These limits do not increase the limit of insurance shown on the Declarations page for Personal Property.

For any one loss, the most we will pay is:

\$ 1,000	for money, bank notes and bullion
\$ 7,500	for securities. (this limitation does not apply when this property is located in a bank vault or bank safe deposit box.);
\$ 5,000	for manuscripts
\$ 2,000	for watercraft, including equipment, furnishings and outboard motors:
\$ 5,000	for computer software and information stored in memory or media. However, loss or damage caused by programming error or by incorrect instruction to the computer is not covered. (For business computer data refer to "Property Not Covered" f.);
\$ 2,000	for animals, bird or fish, but we do not cover loss by theft, disappearance, impact by aircraft and land vehicle, death by disease or natural causes:
\$ 5,000	for golf carts you or a family member own
\$20,000	for incidental business property used to conduct your business meaning furniture, supplies, equipment, inventory, books, records and electronic data processing property such as electronic data processing equipment, accessories, software and data stored on software.

The following categories of personal property are subject to the following specific limits of insurance shown below but only for property which is lost, stolen or misplaced. These are the total limits for all property included in each category.

These limits do not increase the limit of insurance shown on the Declaration Pages for Personal Property.

For any one loss, the most we will pay is:

\$ 5,000	for coin collections, including numismatic property. (This limitation does not apply when this property is located in a bank vault or bank safe deposit box.);
\$ 5,000	for stamp collections, including philatelic property. (This limitation does not apply when this property is located in a bank vault or bank safe deposit box.);
\$ 10,000	for fur garments and garments trimmed with fur;
\$ 10,000	for Jewellery, watches, precious and semi-precious stones;
\$20,000	for silverware, silverplated ware, goldware, goldplated ware and pewterware.

SECTION TWO - PERSONAL LIABILITY INSURANCE

EXTRA COVERAGES is added:

Identity fraud

We will pay for a covered person's identity fraud expenses, up to a maximum of \$25,000, for each identity fraud occurrence. The policy deductible applies to each identity fraud occurrence.

"Identity fraud" means the act of knowingly transferring or using, without lawful authority, a covered person's means of identity which constitutes a violation of federal law or a crime or offence under any applicable state, provincial, territorial or local law.

"identity fraud expenses" means:

- the costs for notarizing affidavits or similar documents for law enforcement agencies, financial institutions or similar credit grantors, and credit agencies;
- the costs for sending certified mail to law enforcement agencies, financial institutions or similar credit grantors, and credit agencies;
- The loan application fees for re-applying for loan(s) due to the rejection of the original application because the lender received incorrect credit information;
- The telephone expenses for calls to businesses, law enforcement agencies, financial institutions or similar credit grantors, and credit agencies;
- Earnings lost by a covered person as a result of time off from work to complete fraud affidavits, meet with law enforcement agencies, credit agencies, merchants, or legal counsel, up to \$250 a day, to a total of \$10,000.
- The reasonable lawyer fees incurred with prior notice to us for:
 - the defence of a covered person against any suit(s) by businesses or their collection agencies;
 - the removal of any criminal or civil judgements wrongly entered against a covered person; and
 - any challenge to the information in a covered person's consumer credit report.

However, "identity fraud expenses" does not include expenses incurred due to any fraudulent, dishonest or criminal act by a covered person or any person acting with a covered person, or by any authorized representative of a covered person, whether acting alone or in collusion with others.

In addition to the duties described in Policy Terms, Liability Conditions, Your duties after a loss, a covered person shall notify an applicable law enforcement agency.

VALUABLE ARTICLES ENHANCEMENT:**Home Insurance**

Extra Coverage is added:

NEWLY ACQUIRED VALUABLE ARTICLES

For some categories of valuable articles, we automatically cover newly acquired articles that you own if you already have itemized articles shown in Your Coverage and Premium Summary in that category. The amount of coverage for these articles are described below.

Fine arts. We cover your newly acquired fine arts for 25% of your total itemized coverage for fine arts. But you must request coverage for the newly acquired fine arts within 30 days after you acquire them, and pay the additional premium from the date acquired. We reserve the right not to insure the newly acquired articles after the 30th day.

Jewellery, furs, cameras, musical instruments and collectibles.

- We cover your newly acquired jewellery, furs, cameras, musical instruments and collectibles for 25% of your total itemized coverage in the same category, up to \$50,000 for each category. But you must request coverage for these newly acquired articles within 30 days after you acquire them, and pay the additional premium from the date acquired. We reserve the right not to insure the newly acquired articles after the 30th day.

BLANKET COVERAGE

For a covered loss to valuable articles with blanket coverage, we will pay the amount required to repair or replace the property, whichever is less, without deduction for depreciation. If the restored value is less than the market value immediately prior to the loss, we will pay the difference. But we will not pay more than the amount of blanket coverage for that category. And we will not pay more than the blanket limit per item for loss to any one article as shown in Your Coverage and Premium Summary.

The following valuable articles are eligible for blanket coverage:

Jewellery.

- An article of personal adornment containing gemstones, silver, gold, platinum, or other precious metals or alloys.

Furs.

- Garments made of, trimmed in, or consisting principally of fur.

Fine arts.

- Private collections of paintings, etchings, pictures, tapestries, art glass windows, other bona fide works of art (for example, statues, antiques, rare books and manuscripts, porcelains, rare glass), and items of historical value or artistic merit.

Silverware.

- Sterling silver, gold, or pewter: plated ware, tableware, trays, trophies, and similar household articles other than jewellery.

Stamps and coins.

- Stamps and/or coins contained in an individually owned stamp and/or coin collection and not owned by dealers or auctioneers. This includes other philatelic property, including books, pages and mountings; and other numismatic property including coin albums, containers, frames, cards and display cabinets used with your collection.

Musical instruments.

- Musical instruments and equipment.

Cameras.

- Cameras, projection machines, films, and related equipment.

Collectibles.

- Private collections of rare, unique or novel items of personal interest (for example, dolls, banks, guns, model trains) including memorabilia.

Wine.

- An alcoholic or non-alcoholic beverage produced by the fermentation of grapes at a commercial winery, including wine containers and their contents, storage units, climate control systems, wine cellar furnishings and accessories, all associated with wine.

Pairs, sets, and parts

If the covered loss is to part of a pair or set, or to part of a larger unit listed in your schedule of itemized articles, you may choose either of the following:

- If you do not surrender the undamaged article(s) of the pair, set or unit to us, we will pay the covered loss as a partial loss for the damaged article(s) of the pair, set or unit as previously described under Itemized articles.
- If you agree to surrender the undamaged article(s) of the pair, set, or unit to us, we will pay the covered loss as a total loss for the pair, set or unit as previously described under Itemized articles.

If the covered loss is to part of a pair or set, or to part of a larger unit with blanket coverage, we will pay whichever is least:

- The cost to repair the damaged property to its condition before the loss;
- The cost to replace it;
- The difference between its market value immediately before and after the loss.

If you agree to surrender the undamaged article(s) of the pair, set, or unit to us and we agree to accept, we will pay you the full replacement cost of the entire pair, set or unit, as a total loss, subject to the applicable blanket limit per item and amount blanket coverage for that valuable articles category.

"Replacement cost" is the amount required to repair or replace the pair, set, or unit, whichever, is less.

Our option

When we pay for a total loss, we may keep all or part of the damaged property.

Recoveries

If we pay for a covered loss to property and we recover that property, we agree to offer you an opportunity to buy it back. We will offer it to you at no higher an amount than we paid to you for that property.

Wine away from your residences

If the covered loss to wine takes place away from any residence(s) you own or live at, as shown in Your Coverage and Premium Summary, the maximum amount we will pay is 20% of the amount of coverage for wine, or \$50,000, whichever is less.

In addition to covering the physical loss to your valuable articles, we also provide other related coverages. These payments are in addition to the amount of coverage for your valuable articles unless stated otherwise or an exclusion applies. Exclusions to these coverages are described in Exclusions.