

**REPAIR COST TERMS - COVERAGE A**

With respect only to Coverage A, items 1., d. and e. under **How Much We Pay For Loss or Claim** are replaced by:

d. If **you** repair or replace the damaged building for the same use and on the same or a contiguous site, **we** will pay the amount actually and necessarily spent to repair or replace such property to a condition and appearance similar to that which existed at the time of the loss.

Such repair or replacement will be made with commonly used, structurally and practically equivalent materials that are readily available in the local area.

e. If **you** decide not to repair or replace under paragraph d. above, settlement will be made according to the Actual Cash Value Terms. This means there may be a deduction for depreciation.