



**AMERICAN FAMILY HOME
INSURANCE COMPANY**

(070)

New Business 01-01-10

Renewal Business 01-15-10

Revised 07-25-12

DP-3

DP-1

Vacant

Specialty Dwelling Products

Maryland

DP-3, DP-1 & Vacant Programs COVERAGES & FEATURES

Eligibility & Coverages			
	DP-3	DP-1	Vacant
Target Market	Designed to accept individuals who have Rental/Seasonal properties that would normally qualify for coverage with a standard carrier.	Dwelling owner that does not desire and/or qualify for coverage on a homeowners form. Also, stand alone structures like pole barns, camping structures, boat houses, etc. See Risk Characteristics section for more details.	Dwellings & Manufactured Homes temporarily vacant due to renovation, lapse in tenancy, real estate closing, or being held for sale.
Condition of Home	Above average to excellent condition.	Fair or better condition.	Fair or better condition, exhibiting proper maintenance.
Policy Form	S2002 (07/88)	S2001 (07/88)	S2001 (07/88)
Policy Term	12 months Effective 12:01 AM Standard Time	12 months Effective 12:01 AM Standard Time	3 or 6 months Effective 12:01 AM Standard Time
Loss Settlement	Replacement Cost	Actual Cash Value	Actual Cash Value
Additional Loss Settlement Options	ACV or Agreed Value Modified Functional Replacement Cost	N/A	N/A
Minimum Dwelling Value	\$75,000	\$20,000 (\$5,000 Seasonal)	\$20,000/ \$5,000 Manufactured Home
Maximum Dwelling Value	\$500,000	\$500,000	\$500,000
Maximum Dwelling Age	80 years of age	no age limit	no age limit
Occupancy	Owner, Rental, Seasonal	Owner, Rental, Seasonal	Vacant
Multi-Family	1,2,3 or 4 family/ 1, 2 or 3 stories	1,2,3 or 4 family/ 1, 2 or 3 stories	1,2,3 or 4 family/ 1, 2 or 3 stories
Location of Home	Protection Classes 1 - 10	Protection Classes 1 - 10	Protection Classes 1 - 10
Supplemental Heating Device	\$40 surcharge	\$40 surcharge	\$40 surcharge
Perils Insured Against			
Dwelling & Other Structures	Comprehensive Coverage \$500 All Other Perils Ded. 2% (\$1,000 min) Wind/Hail Ded. 3% (\$1,500 min) Wind/Hail Ded. in Territory 61	Named Peril (Fire & E.C.) and \$500 All Other Perils Ded. 2% (\$1,000 min) Wind/Hail Ded. 3% (\$1,500 min) Wind/Hail Ded. in Territory 61	Named Peril (Fire & E.C.) and \$500 All Other Perils Ded. 2% (\$1,000 min) Wind/Hail Ded. 3% (\$1,500 min) Wind/Hail Ded. in Territory 61
Personal Property (optional)	Named Peril \$500 All Other Perils Ded. 2% (\$1,000 min) Wind/Hail Ded. 3% (\$1,500 min) Wind/Hail Ded. in Territory 61	Named Peril (Fire & E.C.) and \$500 All Other Perils Ded. 2% (\$1,000 min) Wind/Hail Ded. 3% (\$1,500 min) Wind/Hail Ded. in Territory 61	Named Peril (Fire & E.C.) and \$500 All Other Perils Ded. 2% (\$1,000 min) Wind/Hail Ded. 3% (\$1,500 min) Wind/Hail Ded. in Territory 61
Additional Coverages Automatically Included			
Other Structures	Up to 10% of Coverage A limit	Up to 10% of Coverage A limit (reduces amount of Coverage A)	Up to 10% of Coverage A limit (reduces amount of Coverage A)
Debris Removal	Reasonable Expense	Reasonable Expense	Reasonable Expense
Rental Value	Up to 10% of Coverage A limit Increase Optional	Up to 10% of Coverage A (reduces amount of Coverage A) Increase Optional	<i>not applicable</i>
Reasonable Repairs	Reasonable and Necessary	Reasonable and Necessary	Reasonable and Necessary
Fire Department Service Charge	Up to \$500	Up to \$500	Up to \$500

DP-3, DP-1 & Vacant Programs COVERAGES & FEATURES (continued)

Optional Additional Coverages			
	DP-3	DP-1	Vacant
Additional Living Expense	<i>included</i>	Up to 20% of Coverage A Owner Occupied only	<i>not available</i>
Deductible Change Options	\$250, \$1,000, \$2,500 & \$5,000	\$250, \$1,000, \$2,500 & \$5,000	\$250, \$1,000
Personal Property Coverage	Up to 70% of Coverage A	Up to 100% of Coverage A	Up to 100% of Coverage A
Personal Liability Coverage	Owner	Owner	<i>not available</i>
Premises Liability Coverage	Rental and Seasonal	Rental & Seasonal	available
Residence Burglary	Owner and Rental Only	Owner and Rental only	<i>not available</i>
Increased Fair Rental Value or Loss of Rents	Owner, Rental & Seasonal	Owner, Rental & Seasonal	<i>not available</i>
Vandalism and Malicious Mischief	<i>included</i>	Limit equal to Coverage A Limit Owner and Rental only	available
Increased Other Structures Coverage	Up to 50% of Coverage A	Up to 50% of Coverage A	Up to 50% of Coverage A
Structure Endorsement	<i>not available</i>	Seasonal Only	<i>not available</i>
Short Term Rental	Rental Only	Rental Only	<i>not available</i>
Occasional Rental	Owner & Seasonal	Owner & Seasonal	<i>not available</i>
Vacancy Permission	<i>not available</i>	<i>available</i>	<i>included</i>

QUOTING PROCEDURE

Rate pages are not available for this program.

Quoting and issuance of policies will only be available through **modernLINK®**. If you do not have access to our Award Winning website, you may call Customer Care or your General Agent, whichever applies.

In **modernLINK**, an accurate quote will be ensured by entering all of the requested information.

TERRITORY DEFINITION

Territory 60

Remainder of State

Territory 61

Calvert, Caroline, Charles, Dorchester, Kent, Queen Anne's, St. Mary's, Somerset, Talbot, Wicomico, Worcester

Territory 62

City of Baltimore

DIRECT BILL PREMIUM PLANS

Direct Bill is American Modern Insurance Group's own automated billing and processing system. With the completion of an easy application, this system will automatically produce a declarations page, bills and renewals. All policies can be dispatched from our office to the insured. Please inquire for details.

We now accept Credit Cards and one-time EFT as a method of payment.

For 3 or 6 month Vacant policies, full payment is required at time of application.

ANNUAL POLICIES

1. Paid in Full.
2. 4-Pay Plan - 25% down with 3 installments. Collect the 25% down. We will bill in 3 installments which will be due by day 65, day 155, & day 245.
3. EFT Plan - 2 months down payment required with 10 additional installments automatically deducted from a savings/checking account. Enter the down payment via modernLINK while inputting the application. Print form 00220-08-G, have the insured sign the completed form, and file in your records with voided check/withdraw slip attached. The customer may choose the date of automatic withdrawal.

A SERVICE CHARGE IS ASSESSED FOR EACH INSTALLMENT, INCLUDING THE DOWN PAYMENT.

RULES AND DEFINITIONS

GENERAL RULES AND RATING INFORMATION

- | | |
|---------------------------------------|---|
| 1. Application | The agent's and applicant's signatures are required . |
| 2. Insurance to Value | D1: Dwelling must be insured to market value (excluding land value) not to exceed replacement cost .
D3: Dwelling must be insured to 100% full replacement cost , excluding land value. Dwelling must be insured to 100% Market Value , excluding land value, if either ACV or Agreed Value Functional Replacement Cost is chosen. |
| 3. Whole Dollar Rule | All premiums shall be rounded to the nearest whole dollar . |
| 4. Cancellation Rule | No flat cancellation is allowed if coverage has been provided under our policy. |
| 5. Transfer or Assignment | Our policies may not be transferred or assigned. |
| 6. Minimum Written and Earned Premium | There is a \$100 minimum written and earned premium for all programs. |
| 7. Claims Verification | A C.L.U.E. report showing past claims history will be ordered. |

DEFINITIONS

- | | |
|--------------------------------------|--|
| 1. Owner Occupied Dwellings | Dwellings owned by the insured that are occupied on a full-time basis as the insured's primary residence for at least five (5) consecutive months. (Dwellings may not be rented to others for any length of time unless Occasional Rental Coverage applies.) |
| 2. Seasonal/Secondary Dwellings | Dwellings owned by the insured that are occupied on an intermittent or non-continuous basis as the insured's secondary or seasonal residence for less than five (5) consecutive months. (Dwellings may not be rented to others for any length of time unless Occasional Rental Coverage applies.) |
| 3. Rental Dwellings | Dwellings owned by the insured that are rented to others for residential purposes. |
| 4. Vacant Dwellings | Dwellings, manufactured and/or modular homes that are unoccupied, whether or not the contents have been removed. |
| 5. Supplemental Heating Device | Wood, coal or pellet burning stoves, space heaters, and any other heating device that is not centralized. The thermostatically controlled space heaters do not require the Supplemental Heating Device Surcharge.
Portable kerosene heaters or space heaters are ineligible. |
| 6. Stand Alone Structure Endorsement | Structures must have a roof and may or may not be fully enclosed and does not have living quarters. Examples include pole barns, camping structures and covered boat slips. |
| 7. Row Home / Town Home | A dwelling where the interior and exterior is owned by the insured and is connected by a common wall to other dwellings/units not owned by our insured. Condominiums are not eligible. (A firewall must separate the two) ? |

TEMPORARY SUSPENSION OF WRITINGS

Impending Severe Weather or Government-Declared Disaster – Binding Restrictions and Procedures:

For updates, please visit our website at www.amig.com. Choose “Agent Area”, select “Binding Restrictions”.

During periods of severe weather as defined by the National Weather Service or during government-declared disasters following weather or non-weather related events, do not accept any applications for new coverage, requests to increase coverage limits, or requests to lower deductibles on existing policies in areas of the State that are impacted by the National Weather Service watch, warning, or advisory; or areas that are included within the government-declared area of disaster. Impending severe weather includes, but is not limited to a hurricane or tropical storm warnings and/or watches. Impending government-declared disaster includes, but is not limited to, the Governor's or other government entity's declaration of a state of emergency, announcement of an evacuation, whether mandatory or voluntary, or the imposition of special curfew, for part of the State or the entire State. Renewals of expiring policies may be written, provided there is no increase in coverage.

Restrictions due to impending severe weather (except for Earthquake) or impending government-declared disaster are to be lifted within 24 hours after the termination of the last warning issued for part of the State or the entire State.

Earthquake – Binding Restrictions and Procedures:

Restrictions begin with the occurrence of an earthquake, or aftershock of 5.0 to 5.9 on the Richter scale, and continue for a period no more than 72 hours for homes located in counties (in their entireties) within 50 miles of the epicenter or within 100 miles of the epicenter of an earthquake, or aftershock if 6.0 Richter (or greater) occurs. Do not accept any applications for new coverage, endorsement to existing policies, or increased coverage limits. Renewals of expiring policies may be written, provided there is no increase in coverage.

Exceptions

The implementation of a moratorium may not be used to deny binding authority or coverage for the following transactions:

- A. Property insurance that was bound prior to the implementation of the moratorium;
- B. Issuance of policies where the risk of loss is unrelated to the impending weather event or government-declared disaster; and
- C. Additional types of coverages, endorsement, or limits being made to an existing policy while it is in the renewal period which includes the 45 days prior to, and up to and including, the renewal date of an existing policy, subject to any change becoming effective on the renewal date of the policy.

TARGET MARKET

- DP-1**
- Designed to meet the needs of the dwelling owner that has RENTAL, VACANT or SEASONAL property or OWNER-occupied when the owner does not desire and/or qualify for coverage on a homeowners form. Risks should be in fair or better condition.

“Fair condition” means the home is structurally sound with no visible sagging porches or rooflines. A fair home may also need cosmetic repairs such as paint, missing shutters, or other items that may affect the visible condition but does not affect the integrity of the structure.

“Unacceptable condition” includes, but is not limited to, broken or boarded up windows, unrepaired vandalism or damage, sagging porches and roofs, or excessive debris in the yard. For vacant homes, the dwelling must show signs of continued maintenance such as mowed lawns and yards relatively clean of debris.

- Vacant (DP-1)**
- Designed for dwellings that are in fair or better condition, which exhibit proper maintenance, and are temporarily VACANT due to one of the following conditions:

- ◆ Renovation or remodeling
- ◆ Between tenancy or real estate closings
- ◆ Dwellings held for sale and on the market
- ◆ Investment properties

Dwellings vacant more than 12 months must be submitted for approval with 2 photos (front and back) prior to binding. Photos may be emailed to your underwriter directly or to the underwriting mailbox at underwriting@amig.com. If you are a subproducer please email your General Agent. Please include insured's name and quote number on the email.

- ◆ Special attention must be given to the upkeep of the property and the reason the home remains vacant. ***Vacant Manufactured Homes are eligible for this program.***

- DP-3**
- Designed to accept individuals who have OWNER, RENTAL or SEASONAL properties that would normally qualify for coverage through a standard carrier. All homes must be 80 years of age or newer.

The program may also be used to accept individuals who may have difficulty obtaining homeowners insurance with standard carriers due to unfavorable liability exposures, such as a swimming pool, trampoline, business exposure or animals.

Risks must be in above average to excellent condition and reflect responsible ownership in the maintenance and upkeep of the property.

UNDERWRITING REQUIREMENTS

A **CLUE** report will be obtained for all new business risks.

Inspections will be ordered for new business risks.

PRIOR LOSS HISTORY

		DP-1	DP-3
LOSSES IN THE PAST 3 YEARS		Maximum 3 losses. No more than 1 fire or liability loss. No more than 2 of any other single cause of loss excluding weather.	Up to 1 non-weather loss and 2 weather losses.
		If the applicant has more than 5 rental properties and incurred losses exceed these guidelines then, Submit, Do Not Bind.	
SUBMIT, DO NOT BIND	FIRE LOSSES > \$10,000	Provide details of fire, including preventative measures taken to prevent future fires. A copy of the fire report is required. Arson, or intentional act by applicant NOT acceptable.	
	ALL LIABILITY LOSSES	Maximum \$100,000 Liability and \$1,000 Med Pay	
	THEFT LOSSES > \$5,000	Provide preventative measures taken.	
	WATER LOSSES > \$5,000	N/A	Mold inspection from applicant may be required.
GENERAL GUIDELINES		Prior losses include any loss incurred on any property and/or structure owned, rented, or leased by the applicant. Complete details regarding the loss such as cause, location, date, and the amount paid for the loss are required. All repairs from prior losses must be complete.	

RISKS CHARACTERISTICS

Animals	<ul style="list-style-type: none"> ◆ Applicants with large, unusual, exotic, vicious, or potentially vicious animals are ONLY acceptable if the policy is written without liability coverage. Animals in this category include, but are not limited to: <ul style="list-style-type: none"> Animals with a previous bite history or vicious propensities Dobermans, Chows, Rottweilers, Akitas, American Staffordshire Terriers (Pit Bulls), attack dogs and Wolf Hybrids, (or any mix thereof) Ostriches, Emus, Horses, Farm or Ranch animals, or any type of wild exotic animals or pets.
Swimming Pools	<ul style="list-style-type: none"> ◆ In-ground pools must have a fence, at least four feet high with a locking gate that encloses the pool. ◆ Above-ground pools must have either a fence, at least four feet high with a locking gate that encloses the pool or steps and ladders that can be secured, locked, or removed when the pool is not in use. ◆ Risks not meeting this criteria are acceptable if liability coverage is NOT included. ◆ Rental and Vacant Dwellings with swimming pools are ineligible unless written without liability coverage
Roof	<ul style="list-style-type: none"> ◆ DP-1: No age restriction. ◆ DP-3: Must be 20 years of age or newer. ◆ Row homes, townhomes, with flat roofs are not eligible.
Age	<ul style="list-style-type: none"> ◆ Row homes, townhomes, older than 20 years of age are not eligible.
Wiring	<ul style="list-style-type: none"> ◆ DP-1 & DP-3: Knob & tube wiring is NOT acceptable. ◆ DP-3: Must have circuit breakers. Fuse boxes (full or partial) are NOT acceptable.
Heating	<ul style="list-style-type: none"> ◆ Primary heat source must be thermostatically controlled and NOT a supplemental heating device.
Supplemental Heating	<ul style="list-style-type: none"> ◆ Supplemental heating devices include wood/coal/pellet or any other solid fuel burning device. <ul style="list-style-type: none"> ○ Kerosene and other portable space heaters are NOT acceptable. ◆ Note: Fireplaces are NOT considered supplemental heating devices unless equipped with a fireplace insert.
Row Homes or Town Homes	<ul style="list-style-type: none"> ◆ Risk must be 20 years of age or newer. ◆ Must have firewalls separating each unit. ◆ Roof must have a pitch. No flat roofs. ◆ Contain 4 units or less in a row.
Business on Premises	<ul style="list-style-type: none"> ◆ Applicants with employees are acceptable if liability coverage is NOT included.
Farming on Premises	<ul style="list-style-type: none"> ◆ Acceptable if liability coverage is NOT included.
In Name of Corporation	<ul style="list-style-type: none"> ◆ Owner-occupied acceptable if Personal Liability coverage is NOT included. ◆ Premises liability coverage is available for Rental and Seasonal risks.
Non-Renewed Or Canceled	<ul style="list-style-type: none"> ◆ Applicants non-renewed or canceled by the prior carrier due to underwriting reasons must provide reason for non-renewal or cancellation. ◆ DP-3 Only: Submit, Do Not Bind applicants with this characteristic.
Steps, Porches and Decks	<ul style="list-style-type: none"> ◆ Must have secured handrails if 3 feet or more above the ground. ◆ Risks not meeting this criteria are acceptable if liability coverage is NOT included.
Uninsured Properties	<ul style="list-style-type: none"> ◆ The following applies for Seasonal DP-1: <ul style="list-style-type: none"> ○ If dwelling value is greater than or equal to \$30,000 and dwelling has been uninsured for more than 30 days, DO NOT BIND/SUBMIT for approval with explanation. ○ If the dwelling value is less than \$30,000, there is no prior insurance requirement. ◆ For all DP-3 and Owner, Rental and Vacant DP-1: <ul style="list-style-type: none"> ○ If the risk has been uninsured for 31-90 days DO NOT BIND/SUBMIT with explanation. ○ If the risk has been uninsured for more than 90 days then DO NOT BIND/DO NOT SUBMIT. Special exceptions may be made for extenuating circumstances. Please contact your underwriter for consideration with full details.

RISK CHARACTERISTICS (CONT.)

Occasional Rental	<ul style="list-style-type: none">◆ Home must be occupied for at least 4 months and only occasionally rented.◆ Vandalism and Malicious Mischief Tenant exclusions will not apply.
Short Term Rental	<p>The following applies to Rental DP-1 and DP-3.</p> <ul style="list-style-type: none">◆ The Lease Term must be less than 3 months and can be a weekly rental.◆ Insured lives within 100 miles of the property or the property is managed by a property manager.◆ Vandalism and Malicious Mischief Tenant exclusions will not apply.◆ DF003 (03/91) Reduction in Coverage when Vacant or Unoccupied will not apply.
Stand Alone Other Structures	<ul style="list-style-type: none">◆ Structure Endorsement –DPB00 (06/08)<ul style="list-style-type: none">○ The Structure Endorsement will provide coverage for structures used for seasonal purposes such as camping structures, casitas, boat houses (no living quarters) or covered boat slips and also structures like pole barns.○ Coverage A will be provided on these risks with the same options available in our Seasonal DP-1 Program.○ When the Structure Endorsement is attached, we allow boat house structures and covered boat slips to be written. No liability is available for boat houses/covered slips. Please note: For mechanical lift coverage, please see our First Choice Watercraft Program for coverage availability. We also permit the open pier and stilt structures for these risk.○ When 2 or more structures need to be insured on the same premise and neither is a dwelling, the largest structure should be insured as the Coverage A with the Structure Endorsement. The 2nd structure should be written as Other Structure Coverage on the same policy.◆ How to Bind Stand Alone Other Structures<ul style="list-style-type: none">○ Select Seasonal Occupancy DP-1 in modernLINK○ On Coverage Page, answer yes to either of these risk code questions:<ul style="list-style-type: none">▪ Is the dwelling Coverage A amount being requested for an Other Structures only policy such as a pole barn, storage building or camping structure?▪ Is the structure a boathouse or covered slip without living quarters?○ Finally, provide a description in the memo field of the risk.◆ Risk Code OS - Other Structure or SB - Boat Slip
Vacant Home Builder's Risk Renovation Coverage	<p>Builder's Risk Renovation is intended for Vacant Homes that are undergoing major renovations or completion of new construction (home must be fully enclosed). The endorsement will allow you to insure the renovation amount prior to completion. The total dwelling limit requested in mLINK should include the amount of renovation. A separate question will be asked for the renovation limit. The renovation limit will be used for underwriting and claim purposes.</p> <p>The endorsement includes coverage for scaffolding or temporary building constructions. Theft of Building Materials is covered up to a \$5,000 limit. If Premises Liability is purchased, Independent Contractor's liability is excluded.</p> <p>Upon completion of renovations, the Builder's Risk Coverage must be requested to be removed by the insured.</p> <ul style="list-style-type: none">◆ Examples of when the Builder's Risk Renovation could be endorsed:<ul style="list-style-type: none">○ Homes that have just been purchased undergoing major renovation.○ Unfinished newly constructed homes that have been purchased out of foreclosure or bankruptcy prior to the home being 100% complete by the builder. The endorsement would cover the home while undergoing its final construction. The home must be fully enclosed.

RISKS THAT ARE NOT ACCEPTABLE DO NOT BIND • DO NOT SUBMIT

Applicants <i>With these characteristics</i>	<ul style="list-style-type: none"> ◆ Currently unemployed, other than retired or disabled ◆ Four or more losses of any kind in the last three years (<i>For additional guidelines see "Prior Loss History"</i>) ◆ Past conviction for arson, fraud, or other insurance-related offenses ◆ Mortgage payments 60 days or more past due or currently in foreclosure ◆ More than two lienholders and/or mortgagees
Dwellings <i>With these characteristics</i>	<ul style="list-style-type: none"> ◆ Attached to, occupied as, or converted from a commercial risk ◆ Condemned ◆ Under construction, undergoing major renovations that require the dwelling to be unoccupied (unless written in the Vacant Dwelling program) <i>(Minor renovations are acceptable and include painting, roof repairs, carpeting, and plastering)</i> ◆ Unrepaired or existing damage such as broken or boarded up windows (unless written in the Vacant Dwelling program and undergoing renovations) ◆ Hand hewn log homes, earth homes, dome homes, open pier homes, stilt homes or condominiums (unless the risk is a covered boat slip on stilts or poles and the Structure Endorsement applies) ◆ Manufactured homes, modified manufactured homes, or trailers (if vacant, manufactured homes may be eligible for the Vacant Dwelling Program) ◆ Open foundations (DP-3 only) ◆ Non-conventional construction or design (<i>Shell homes, Do-It-Yourself construction, or homemade homes</i>) ◆ Primary heat source NOT thermostatically controlled or a supplemental heat source, unless risk is DP-1 Seasonal. ◆ Kerosene or portable space heaters ◆ Underground fuel tank on premises if liability coverage is included on policy ◆ Without smoke detectors unless written in Seasonal or Vacant ◆ Rolled flat roofs or tin roofs (DP-3 only and/or a row home/town home) ◆ Without utilities such as natural gas, electric, or water unless dwelling is Seasonal or Vacant ◆ In the name of a corporation if personal liability coverage is included on policy ◆ Within 1,000 feet of rising water, or in an area that is prone to flooding except for nonresidential boat houses and covered boat slips if the Structure Endorsement is applied ◆ With farming conducted on premises, if liability coverage is included on policy ◆ Fraternities, sororities, student housing or other similar types of occupancies ◆ In a landslide area ◆ In an isolated area, not accessible by road unless Seasonal DP-1 ◆ In a forest fire, brush fire area or within 500 feet of brush ◆ Owner Occupied homes in the DP-3 program. ◆ Rented out for less than 3 months including weekly rentals unless the Short Term Rental Coverage is purchased ◆ Owner and seasonally occupied dwellings that are rented out for any length of time unless the Occasional Rental Coverage is purchased ◆ Homes that are not fully enclosed ◆ Row Homes or Town Homes that contain more than 4 units, do not have fire walls separating each unit, have flat roof, and/or are 21 years of age or older.
Other Structures <i>With these characteristics</i>	<ul style="list-style-type: none"> ◆ In poor physical condition and not properly maintained (unless the Other Structures Exclusion is attached) ◆ Kerosene or portable space heaters (unless the Other Structures Exclusion is attached)

Circumstances reflecting an unusual exposure or increase in hazard not addressed above are unacceptable.

CANCELLATION PROCEDURES

American Modern Insurance Group, Inc. will accept a request to cancel a policy when we receive that request within 90 days of the requested cancellation date, and the request is accompanied by proper documentation. If the request is received more than 90 days after the requested cancellation date, the effective date of the cancellation will be the date the request was received at American Modern Insurance Group, Inc. unless:

- ◆ Insured no longer had a financial interest in the risk as of the requested cancellation date;
- ◆ The request to cancel is due to a total loss;
- ◆ Duplicate American Modern policy providing coverage for the same risk exists.

OPTIONAL COVERAGES

Coverage	Available Occup.	Limits	Rates	Included Coverages	Important Information	Codes
Personal Liability	Owner	\$25,000 \$50,000 \$100,000 \$200,000 \$300,000	<u>1-4 Fam</u> \$35.00 \$50.00 \$70.00 \$85.00 \$100.00	\$500 Medical Payments each person, \$25,000 each occurrence		K3
Premises Liability	Rental Seasonal	\$25,000 \$50,000 \$100,000 \$200,000 \$300,000	<u>1-4 Fam</u> \$35.00 \$50.00 \$70.00 \$85.00 \$100.00	\$500 Medical Payments each person, \$25,000 each occurrence.		L2
Premises Liability	Vacant	\$25,000 \$50,000 \$100,000 \$200,000 \$300,000	<u>3 Month</u> <u>6 Month</u> \$9.00 \$18.00 \$13.00 \$25.00 \$18.00 \$35.00 \$21.00 \$43.00 \$25.00 \$50.00	\$500 Medical Payments each person, \$25,000 each occurrence.		L2
Increased Medical Payments - Personal and Premises Liability	Owner Rental Seasonal Vacant	\$1,000/\$25,000	\$5.00 for \$1000 of coverage (Vacant rate will be pro-rated).			BA
Personal Property	Owner Rental Seasonal Vacant	Min: \$1,000 Max: 100% of Coverage A	\$3.50 per \$1,000 (For 3 & 4 family homes, a 20% surcharge applies)	None		7M1 707 7M2 708 7M3 709 744 745 774 775 784 785
Additional Living Expense	Owner	Max: 20% of Coverage A	\$5.00 per \$1,000		DP-1 Program Only	46
Fair Rental Value or Loss of Rents	Owner Rental Seasonal	Max: 20% of Coverage A	\$7.00 per \$1,000			49
Optional Deductibles	Owner Rental Seasonal Vacant	<u>All Other Peril Options</u> \$250 \$1,000 \$2,500 \$5,000	<u>*O.R.S</u> <u>Vacant</u> \$50.00 \$50.00 (\$30.00) (-5%) (\$50.00) (\$75.00)	<u>All Other Peril Base Ded.</u> \$500	Does not change V&MM Deductible or the 2% (\$1,000 min) or 3% (\$1,500 min) Wind/Hail Deductibles	H8
Other Structures Coverage	Owner Rental Seasonal Vacant	Max: 50% of Coverage A, not to exceed \$30,000	\$5.00 per \$1,000 (Vacant rate will be pro-rated).	10%, reduces Coverage A.		A1
Residence Burglary	Owner Rental		\$30.00 per \$1,000			B1
Vandalism and Malicious Mischief	Owner Rental Vacant		\$.70 per \$1,000	\$500 Deductible applies.	DP-1 Program only. Damage caused by tenants and/or their relatives is excluded.	B2
Windstorm and Hail Buy-Back for Antennas	Owner Rental Seasonal Vacant		\$3.00 (Vacant is pro-rated)		DP-1 Program only.	PK
Home DayCare Coverage	Owner	\$300,000	\$350.00 per year	\$1,000 Med. Pay	Personal Liability Coverage for 1-8 persons, insured must be a registered day-care provider.	LB
Structure Endorsement	Seasonal		Seasonal Rates		DP-1 only.	OS SB
Builders Risk Renovation Cov.	Vacant		20% Surcharge			SX

*O = Owner, R = Rental, S = Seasonal

OPTIONAL EXCLUSIONS FOR RISK ACCEPTANCE

Coverage	Available Occup.	Rates	Included Coverages	Important Information	Codes
Other Structures Exclusion	Owner Rental Seasonal Vacant	\$3.00 Credit per home, per year		This exclusion will remove all Other Structures Coverage at the insured premises.	AZ

CREDITS/SURCHARGES

Premium surcharges and/ or credits may apply for the following:	Important Information	Rate	Code
Multi Family Surcharge		2 Family 10% 3-4 Family 50%	2F - 28 3F - 29 4F - 43
Masonry Construction Discount	Owner, Rental & Seasonal Risks only.	-20%	
Supplemental Heating Device	Owner, Rental & Seasonal Risks only.	\$40.00	H2
Protective Device Credits (Applied to Coverage A, not to exceed 10%)	Maximum Credit 10% Copy of Alarm System is required.	<u>Central Station</u> Fire & Smoke -5% Burglar -5% <u>Remote Station</u> Fire & Smoke -2% Burglar -2% <u>Dead Bolts, Smoke Alarm & Fire Extinguisher</u> -5%	72 73 E4 E5 D6
Short Term Rental (see page 6 for more information)	To provide coverage for short term rental (less than 3 months) of Rental Properties.	\$40.00	ST
Occasional Rental (see page 6 for more information)	To provide coverage for occasional rentals for Owner or Seasonal Properties.	15% of Coverage A	PP
Vacancy Permission (see page 6 for more information)	For a home that is temporarily vacant in the DP-1 Owner, Rental or Seasonal program. Currently not available for DP-3.	Territory 60 PC 1-2 PC 3-8 PC 9-10 DP-1 Owner \$0.96 \$0.93 \$0.84 DP-1 Rental \$0.89 \$0.86 \$0.74 DP-1 Seasonal \$0.92 \$0.89 \$0.78 Territory 61 & 62 PC 1-2 PC 3-8 PC 9-10 DP-1 Owner \$0.92 \$0.89 \$0.78 DP-1 Rental \$0.84 \$0.81 \$0.67 DP-1 Seasonal \$0.88 \$0.84 \$0.71	VS
Row Home / Town Home Surcharge (see page 5 for more information)		25% Surcharge	U3
Storm Mitigation Discount	Form M7N04 (10/07)	-5%	2S

SETTLEMENT OPTIONS

Options	Definition	Rates		Codes
		DP-1	DP-3	
Actual Cash Value (ACV)	The cost to repair or replace property with new materials of like kind and quality, less allowance for physical deterioration and depreciation, including obsolescence. Home must be insured to 100% Market Value (excluding land).	Included	Optional (No Charge)	1
Replacement Cost*	The full cost to repair or replace property, with no deduction for depreciation.	N/A	Included	2
Agreed Value Modified Functional Replacement Cost (DP-3)	Agreed upon amount the insurer will pay the insured to repair or replace damaged property in the event of a total loss of the property insured without any adjustment for depreciation or appreciation. Partial losses settled at the functional replacement cost up to the policy limit. Home must be insured to 100% Market Value (excluding land).	5% of base premium	5% of base premium	DP-3: 4

*Replacement Cost subject to modernLINK value calculation.

FORMS LISTING (For Reference Only)

Form Number	Title							
0110-4269 (05/92)	Declarations Page							
S2001 (07/88)	Dwelling Property – Basic Form							
S2002 (07/88)	Dwelling Property - Special Form							
D1D3APP-G (01/10)	Dwelling Application							
BASIC PROGRAM - MANDATORY ENDORSEMENTS		DP-1				DP-3		
		O	R	S	V	O	R	S
73339 (07/02)	Condemnation Endorsement	X	X	X	X	X	X	X
71884 (05/93)	Permitted Vacancy Clause				X			
71908 (04/98)	Construction Cost Index Endorsement					X	X	X
72539 (12/06)	Log Building Endorsement					X	X	X
D3W00 (01/08)	Water Damage Endorsement					X	X	X
DF003 (03/91)	Reduction in Coverage When Vacant or Unoccupied	X	X			X	X	
DPV00 (11/05)	Vandalism and Malicious Mischief Exclusion						X	
SDA19 (08/06)	Special Provisions - Maryland	X	X	X	X	X	X	X
SDC00 (03/03)	Criminal Acts Exclusion	X	X	X	X			
SDY00 (02/08)	Dwelling Property Cap on Losses From Certified Acts of Terrorism		X				X	
SD504 (12/07)	Water Damage Sublimit Endorsement					X	X	X
BASIC PROGRAM - OPTIONAL ENDORSEMENTS								
70399 (03/85)	Notice of Cancellation or Nonrenewal	X	X	X	X	X	X	X
71487 (01/03)	Vandalism and Malicious Mischief Exclusion		X					
71884 (05/93)	Permitted Vacancy Clause	X	X	X				
72677 (03/95)	Additional Living Expense	X						
73187 (02/08)	Roof Exclusion					X	X	X
DPB00 (06/08)	Structure Endorsement			X				X
DBR00 (10/08)	Builders Risk Renovation and/or New Construction Coverage				X			
DF001 (01/09)	Residence Burglary	X	X			X	X	
DPF00 (01/08)	Modified Functional Replacement Cost					X	X	X
DPY00 (11/08)	Agreed Value Modified Functional Replacement Cost					X	X	X
SDA00 (09/00)	Windstorm and Hail Buy-Back for Antennae	X	X	X	X			
SD800 (10/02)	Dwelling Property Other Structures Exclusion	X	X	X	X	X	X	X
SDO00 (04/05)	Actual Cash Value Loss Settlement					X	X	X
PERSONAL LIABILITY - MANDATORY ENDORSEMENTS								
71476 (05/99)	Personal Liability Total Pollution Exclusion	X				X		
73184 (05/99)	Business, Commercial or Farming Enterprise Exclusion	X				X		
73185 (05/99)	Home Day Care Exclusion (mandatory if Home Day Care Endorsement is not purchased)	X				X		
DLB00 (02/00)	Assault and Battery Exclusion	X				X		
DLE00 (03/00)	Punitive or Exemplory Damages Exclusion	X				X		
S2005 (07/88)	Comprehensive Personal Liability Policy	X				X		
SD719 (02/02)	Personal Liability Lead Contamination Exclusion - Maryland	X				X		
SDL19 (11/01)	Special Provisions - Maryland	X				X		
SD719 (02/02)	Land Contamination Exclusion - Maryland	X				X		
SLM00 (06/02)	Personal Liability Mold Exclusions	X				X		
SLS00 (08/06)	Personal Liability Swimming Pool Slide and Diving Board Exclusion	X				X		
PREMISES LIABILITY - OPTIONAL ENDORSEMENTS								
SLH19 (06/02)	Home Day Care Coverage Endorsement - Maryland	X				X		
PREMISES LIABILITY - MANDATORY ENDORSEMENTS								
PLL19 (02/02)	Premises Liability Lead Poisoning Exclusion - Maryland		X	X	X		X	X
PL019 (12/03)	Premises Liability Endorsement - Maryland		X	X	X		X	X
PLM00 (04/02)	Premises Liability Mold Exclusion		X	X	X		X	X
PLS00 (08/06)	Premises Liability Swimming Pool Slide and Diving Board Exclusion		X	X	X		X	X
PLY00 (02/08)	Premises Liability Cap on Losses from Certified Acts of Terrorism		X				X	

HOW TO REACH US WHEN YOU NEED US

REPORT A CLAIM:

- Online:** In modernLINK®, under the Quotes and Policies tab click the Claims link.
- Phone:** 1-800-375-2075
- Fax:** Varies by state. Check the list on modernLINK.
- Mail:** American Modern Insurance Group, Inc.
Attn: Claims Processing
PO Box 5323
Cincinnati, OH 45201-5323

BILLING OR POLICY QUESTION:

- Phone:** 1-800-543-2644
Monday to Friday, 8 a.m. to 7 p.m. Eastern

modernLINK SUPPORT:

- Hours:** Monday to Friday, 7 a.m. to midnight Eastern
Saturday and Sunday, 8 a.m. to 9 p.m.
- Help:** Talk to your office's modernLINK Profile Administrator
Click the Help link at the upper right of the modernLINK screen.
Systems Support: 1-866-527-9583 or systemsupport@amig.com
Monday to Friday, 8 a.m. to 6 p.m. Eastern
After hours support handled by voicemail return call.

BINDING RESTRICTIONS:

Check modernLINK for current binding restrictions.

ORDER SALES MATERIALS:

Go online to marketingcenter.amig.com (no www in the address)



**AMERICAN FAMILY HOME
INSURANCE COMPANY**

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POST OFFICE BOX 5323, CINCINNATI, OHIO 45201-5323, 1-800-543-2644

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