

CALIFORNIA FAIR PLAN ASSOCIATION

THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.

INFLATION GUARD ENDORSEMENT

We may increase the Limits of Liability for COVERAGE A – DWELLING and, if present, Ordinance or Law Coverage to reflect changes in the cost of construction, if any.

Any increase in these Limits of Liability will be made on the renewal date of the policy.

Any increase in these Limits of Liability will be made according to construction cost factors published by Marshall & Swift and/or other factors we consider reasonable. The percentage increase in such construction cost factors will be applied only to your existing Limits of Liability as of the renewal date of the policy.

Regardless of any increase in the Limits of Liability pursuant to this endorsement, we offer no opinion, and make no representation or guarantee, that the insurance provided by this policy is or will be appropriate or sufficient to cover the full replacement cost of the dwelling, or to cover the full amount of any loss or damage.

You should not rely on us to determine whether you have appropriate or sufficient insurance.

The sum of the Limits of Liability for all coverages under your policy may not exceed a maximum amount of \$1,500,000. We will restrict any Limit of Liability increases under this endorsement so that that sum does not exceed \$1,500,000, first increasing the Limit of Liability for COVERAGE A – DWELLING to the extent permitted by this maximum amount. Then we will use any remaining part of the maximum amount to increase the Limit of Liability for Ordinance or Law Coverage.

This endorsement applies only to COVERAGE A – DWELLING and, if present, Ordinance or Law Coverage. It will not increase the Limit of Liability of any other coverage under your policy. If you wish to make any other changes in your insurance coverage, you must request them in writing.

All other provisions of this policy apply.