

DELAWARE FAIR PLAN

DWELLING PROPERTY BASIC FORM

ADVISORY NOTICE TO POLICYHOLDERS

CAUTION; NO COVERAGE IS PROVIDED BY THIS NOTICE; NOR CAN IT BE CONSTRUED TO REPLACE ANY PROVISION OF YOUR POLICY. YOU SHOULD READ YOUR POLICY AND REVIEW YOUR DECLARATION PAGE FOR COMPLETE INFORMATION ON THE COVERAGES THAT YOU ARE PROVIDED. IF THERE IS A CONFLICT BETWEEN THE POLICY AND THIS SUMMARY, THE POLICY SHALL PREVAIL.

Dear Policyholder,

The form and endorsements made part of the renewal policy you have received differs from those in your former policy. Some changes give you coverage and some reduce coverage. There are other changes that do not affect the level of coverage provided in your former policy. They were made to help you better understand your policy. Several forms have been combined into our new form, DP 0001 FPDE 1103, to make it easier to read. This Policyholders Notice summarizes the main changes we made to your policy.

I. BROADENING OF COVERAGE

A. Perils Insured Against

1. Vandalism or Malicious Mischief

The vacancy period provision in this peril is extended from 30 to 60 days. That means if your dwelling is vacant for up to 60 consecutive days and it is vandalized during that time, you are covered for that damage.

2. Smoke

Coverage has been broadened to pay for damage caused by the emission or puffback of smoke, soot, fumes or vapors from a boiler, furnace or related equipment.

B. Conditions

Suit Against Us.

We increased the time limit for an insured to bring suit against us from one to two years.

II. REDUCTIONS IN COVERAGE

I. Coverages

Coverage C - Property Not Covered

1. Accounts, Bank Notes, etc.

Certain instruments that serve as a substitute for cash, such as: scrip and stored value and smart cards, are included within the items in the Property Not Covered provision

- for accounts and bank notes.
2. *Grave Markers*
We have revised both Coverage B and C to indicate that there is no coverage for grave markers.
 3. *Fund Transfer Card*
This term is now referred to as “*electronic fund transfer cards and access devices*” because other types of devices (for example, a personal computer) are increasingly being used to electronically transfer funds or to buy and sell goods and services.

II. Other Coverages

Fungi: Wet or Dry, Rot or Bacteria

- *The amount of property insurance available for loss to your property caused by “fungi”, wet or dry rot, or bacteria is reduced. Coverage is only provided for loss caused by “fungi”, wet or dry rot, or bacteria if such “fungi”, wet or dry rot, or bacteria is the result of a covered peril. “Fungi” are defined in the policy and include mold: and*
- *Coverage is added for the testing of air or property to confirm the absence, presence or level of “fungi”, wet or dry rot, or bacteria.*

If “fungi”, wet or dry rot, or bacteria results from a covered peril and damages your property, loss caused by such “fungi”, wet or dry rot, or bacteria is covered. However, the amount of insurance available for such coverage is limited to \$5,000.

Coverage, up to \$5,000, includes:

1. The cost to remove fungi, wet or dry rot, or bacteria from covered property;
2. The cost to tear out and replace any part of the building or other covered property as needed to gain access to the fungi, wet or dry rot or bacteria; and
3. The costs of testing of air or property to confirm the absence, presence, or level of fungi, wet or dry rot, or bacteria whether performed prior to, during or after removal, repair, restoration or replacement. The cost of such testing, will be provided only to the extent that there is a reason to believe that fungi, wet or dry rot or bacteria is present.

NOTE: Coverage is available ONLY if loss or costs result from a Peril insured Against that occurs during the policy period.

A. Exclusions

1. Governmental Action

We now exclude the destruction, confiscation, or seizure of covered property by order of any governmental or public authority. However, this exclusion does not apply to action taken by the authority at the time of a fire to prevent its spread.

2. Fungi: Wet or Dry Rot or Bacteria (See comments, above, under Other Coverages)

B. Conditions

1. Increase in Hazard - Loss occurring while the hazard has increased with your knowledge without reporting to us will not be covered. An example is storing large amounts of gasoline (over 5 gallons) in your garage.
2. Vacancy and Unoccupancy unless added to the policy will be not be covered after 60 days.
3. Cancellation - Five Day Cancellation Notice for Listed Circumstances
4. We added ‘Service Agreement’ to the Other Insurance Conditions.