

## SECTION 4

### FARM BUILDING NAMED PERILS FORM

(Words and phrases that appear in quotation marks have special meaning. Refer to Special Definitions of this form and General Definitions of this policy. This coverage must be shown on the "Declaration Page" of "your" policy for it to apply.)

#### Indemnity Agreement

"We" will indemnify "you" against loss or damage to "farm buildings" caused by the Insured Perils as described and limited.

#### Farm buildings Insured

This form insures "farm buildings" for which an amount of insurance is specified on the "Declaration Page".

#### Deductible

In any one occurrence, "we" are responsible only for the amount by which the insured loss or damage exceeds the amount of the deductible shown on the "Declaration Page". If one occurrence could lead to the application of more than one deductible, only the largest deductible will apply.

#### Insured Perils

If the "Declaration Page" shows Farm Building Named Perils Form applies, "your" "farm building" is insured against direct physical loss of or damage to the property insured for the perils as described and limited in this form, subject to the General Exclusions of Section 4, exclusions, terms and conditions below:

- a. FIRE.
- b. LIGHTNING.
- c. EXPLOSION: This peril does not include loss or damage caused by explosion of steam pressure vessels when their normal internal working pressure exceeds 103 kilopascals (15 pounds per square inch) above atmospheric pressure.
- d. FALLING OBJECT: This peril means a falling object which strikes the exterior of a building, but not objects which strike the building because of snowslide, iceslide, landslide or other earth movement.
- e. WINDSTORM OR HAIL: This peril does not include loss or damage to insured property or to the interior of an insured building caused by windstorm, hail or coincidental rain damage, unless the storm first creates an opening in the building.  
This peril does not include damage due to weight or pressure of ice or snow, waves, floods, land subsidence, whether driven by wind or not.
- f. RIOT, RIOT ATTENDING A STRIKE.
- g. LEAKAGE FROM FIRE PROTECTIVE EQUIPMENT: This peril means leakage or discharge of water or other substance from fire protection equipment in the building.
- h. IMPACT BY AIRCRAFT, SPACECRAFT OR LAND VEHICLE.
- i. SMOKE: (Limited to Buildings) This peril means smoke due to a sudden, unusual and faulty operation of any heating or cooking unit in or on the premises.
- j. VANDALISM OR MALICIOUS ACTS: (Limited to Buildings) This peril does not include loss or damage:
  - (i) caused by you, members of your household or your employees;
  - (ii) to glass which forms part of the insured building;
  - (iii) caused by theft or attempted theft.

#### Exclusions

##### PROPERTY EXCLUDED

This Form does not insure loss or damage to:

- a. property at locations which to "your" knowledge, are vacant, unoccupied or shut down for more than thirty (30) consecutive days;
- b. to "buildings" or structures used in whole or in part or designed for "business" purposes other than farming unless declared on the "Declaration Page";

- c. any pressure vessel having normal internal working pressure greater than 103 kilopascals (15 pounds per square inch) above atmospheric pressure any, boiler, including the piping and equipment connected thereto, which contains steam or water under steam pressure (except tanks having an internal diameter of 610 millimetres (24 inches) or less used for storage of hot water)
  - a. manually portable gas cylinders;
  - b. explosion of natural, coal or manufactured gas;
  - c. explosion of gas or unconsumed fuel with a furnace or within the gas passages therefrom to the atmosphere;

#### PERILS EXCLUDED

This Form does not insure against loss or damage resulting from, contributed to or caused directly or indirectly:

- a. proximately or remotely, arising in consequence of or contributed to by the enforcement of any by-law, regulation, ordinance or law regulating zoning or the demolition, repair or construction of buildings or structures, which by-law, regulation, ordinance or law makes it impossible to repair or reinstate the property as it was immediately prior to the loss;
- b. caused by freezing or extremes of temperature;

#### Reinstatement

Loss under any item of this Form shall not reduce the applicable amount of insurance.

#### Basis of Settlement

Unless stated otherwise, “we” will pay the “Actual Cash Value” of the insured loss or damage up to “your” financial interest in the “farm building” but not exceeding the applicable amount(s) of insurance for any loss or damage arising out of one occurrence. Where the insurance applies to more than one person or interest, “our” total liability for loss sustained by all such persons and interests shall be limited, in the aggregate, to the amount or amounts of insurance specified on the “Declaration Page”.

If “you” qualify for a tax credit, the loss payment will be reduced by that amount.

Any loss or damage will not reduce the amounts of insurance provided by this Form.

#### Special Definitions

“**Actual Cash Value**” will consider the cost to repair, rebuild or replace the lost or damaged property, whichever is less, with new materials of similar kind, quality, and usefulness, but with proper deduction for depreciation.

In determining the proper deduction for depreciation, “we” will consider:

1. the use of the property and its obsolescence;
2. the condition of the property immediately before the loss or damage;
3. its normal life expectancy; and
4. its resale value.

**ALL THE STATUTORY AND ADDITIONAL CONDITIONS, GENERAL DEFINITIONS AND GENERAL LOSS OR DAMAGE NOT INSURED ALSO APPLY TO THIS COVERAGE**