

**BUILDING BY-LAWS EXTENSION: DEMOLITION AND DEBRIS REMOVAL COST - UNDAMAGED PORTION OF BUILDING**

**PE5 (02/07)**

This *extension* modifies coverage provided by forms PAI, PA8 and PN1 but only if Indicated on the Declarations Page for the form.

- (1) A separate Limit of Liability as indicated on the Declarations Page applicable to this extension Is provided applicable only to the cost of demolishing, and clearing the site of, any undamaged portion of this buildings or structures where such cost arises out of loss, destruction or damage by a peril insured against under the policy and is occasioned by the enforcement of any by-law, regulation, ordinance or law which
  - (a) regulates zoning or the demolition, repair or construction of damaged buildings or structures;
  - (b) is in force at the time of such loss, destruction or damage; and
  - (c) necessitates demolition.
  
- (2) The Insurer shall not be liable under this extension for:
  - (a) any loss occasioned by the enforcement of any by-law regulation, ordinance or law which
    - (i) regulates zoning or the demolition, repair or construction of damaged buildings or structures;
    - (ii) is in force at the time of loss, destruction or damage by a peril insured against under the Policy; and
    - (iii) prohibits the Insured from rebuilding on the same site or on an adjacent site or prohibits continuance of like occupancy;
  - (b) more than the amount of insurance specified in this extension, Irrespective of the number of items insured;
  - (c) any greater proportion of any loss than that which the amount insured under this extension in respect of the cost of demolition and clearing the site bears to the total amount of insurance in respect of such cost.
  
- (3) If the Policy insures two or more items, the foregoing shall apply separately to each item to which this extension applies
  
- (4) if Restricted to locations is indicated on the Declarations Page applicable to this extension building by-laws coverage is restricted to the locations so Indicated.

All other terms and conditions of this policy remain unchanged.