END NO.

REPLACEMENT COST ENDORSEMENT

A. Replacement cost (without deduction for depreciation) replaces actual cash value in the appraisal and valuation provisions of this policy.

B. Replacement Cost Coverage does not apply to:

(1) Property of others;

(2) Contents of a residence;

(3) Manuscripts;

(4) Works of art, antiques or rare articles, including but not limited to etchings, pictures, statuary, marbles, bronzes, porcelains and bric-a-brac; or

(5) "Stock", unless the Including "Stock" option is marked in the Coverage Form.

"Stock" means merchandize held in storage or for sale, raw materials and in-process or finished goods, including supplies used in their packing or shipping.

C. The Insured may make a claim for loss or damage covered by this insurance on an actual cash value basis cash value basis, the Insured may still make a claim for the additional coverage this endorsement provides if the Insured notifies the Company of the intent to do so within 180 days after the loss or damage.

D. This Company will not pay more for loss or damage on a replacement cost basis than the least of:

(1) The Limit of Insurance applicable to the lost or damaged property;

(2) The cost to replace, on the same premises, the lost or damaged property with other property:

(a) of comparable material and quality; and

(b) used for the same purpose; or

(3) The amount the Insured actually spends that is necessary to repair or replace the lost or damaged property.

NSM 404

ALL OTHER TERMS AND CONDITIONS OF THIS POLICY REMAIN UNCHANGED.

Attached to and forming a part of policy number NSMXXXXX issued by: North Shore Management

issued to: Sample effective date: