

Personal Liability Replacement Policy (Draft)

1. Policy Overview

This Personal Liability Replacement Policy (the "Policy") is intended to provide coverage in accordance with the terms, conditions, and limitations set forth herein. This document serves as a draft.

2. Definitions

- **Insured:** The individual(s) named in the policy declarations page.
- **Occurrence:** An event resulting in personal liability, accidental and unintended, taking place during the policy period.
- **Replacement:** Payment, repair, or restoration of property for which the insured is legally liable.
- **Liability:** Legal responsibility for damages to third parties as covered by this policy.

3. Coverage

1. **Personal Liability:** This policy covers claims made against the insured for accidental bodily injury or property damage to a third party, occurring within the coverage period.
2. **Replacement Provision:** The insurer will arrange for or reimburse the reasonable cost of replacing or repairing property the insured is legally liable for, subject to policy limits.
3. **Legal Defense:** The insurer shall provide legal representation in defense of covered claims, subject to the terms and limits of the policy.

4. Exclusions

- Intentional acts by the insured.
- Contractual liability unless specifically endorsed.
- Bodily injury or property damage arising from business activities.
- Damage to property owned by the insured.
- Other exclusions as detailed in the final policy.

5. Limits of Liability

The liability of the insurer for any one occurrence and in aggregate during the policy period shall not exceed the amounts stated in the policy schedule.

6. Conditions

- The insured must promptly notify the insurer of any occurrence that may result in a claim.
- Proof of loss and supporting documentation may be required.
- No admission of liability or offer of payment shall be made without the insurer's written consent.

7. Policy Period

This draft policy is intended for review purposes only and does not constitute a binding agreement. The actual effective and expiration dates will be stated in the policy schedule upon issuance.

8. Signatures

Insured - Name & Date

Insurer - Name & Date