



# Marine Engine & Personal Watercraft Mechanical Breakdown Insurance Policy



Administered by: CornerStone United, Ltd.  
201-931 Commissioners Road East, London, ON N5Z 3H9  
Phone: 1-800-774-9992 Fax: 519-679-1374 www.cornerstoneunited.ca

Insurer: Virginia Surety Company, Inc.  
3650 Victoria Park Ave., Suite 201, Toronto, ON M2H 3P7  
Phone: 1-800-209-6206 Fax: 312-395-9371

For inquiries concerning this Policy contact CornerStone at 1-800-774-9992

POLICY PURCHASE DATE (mm/dd/yyyy)	PRODUCT PURCHASE DATE (Means the later of the Purchase Date or Delivery Date) (mm/dd/yyyy)	IN-SERVICE DATE (Date manufacturer's warranty begins) (mm/dd/yyyy)	POLICY #
<b>POLICY HOLDER INFORMATION (REGISTERED OWNER)</b>			
Last Name First Name M.I.		Co-Buyer Last Name First Name M.I.	
Street Address		email Address	
Home Telephone ( )	City	Province	Postal Code
<b>SELLING DEALER INFORMATION</b>			
Dealer Name		Dealer Number	Salesperson City Province
<b>MARINE INFORMATION</b>			
<input type="checkbox"/> NEW <input type="checkbox"/> USED	<input type="checkbox"/> Single Engine <input type="checkbox"/> Dual Engine <input type="checkbox"/> Triple Engine <input type="checkbox"/> Diesel Engine(s) <input type="checkbox"/> Gas Engine(s) <b>A CorCare Marine Plan must be purchased for EACH engine.</b>		Product Description
<input type="checkbox"/> Inboard <input type="checkbox"/> Outboard <input type="checkbox"/> Stern Drive (I/O) <input type="checkbox"/> Jet Drive <input type="checkbox"/> Personal Watercraft	Serial # of Engine #1 or PWC	HP/CC	Purchase Price of Craft (before taxes)
<input type="checkbox"/> Twin Propeller <input type="checkbox"/> Optimax/Verado	Serial # of Engine #2 or PWC	HP/CC	Brand Model Year
	Serial # of Engine #3 or PWC	HP/CC	Brand Model Year
<b>OPTIONAL PACKAGES</b>			<b>PLAN/DEDUCTIBLE</b>
<input type="checkbox"/> Add-On to Plan <input type="checkbox"/> Stand-Alone Coverage	<input type="checkbox"/> Cruising Package <input type="checkbox"/> Navigation Package <input type="checkbox"/> Runabout Package <input type="checkbox"/> Sailboat Package <input type="checkbox"/> Ski Boat Package <input type="checkbox"/> Trailer Package	<input type="checkbox"/> Sport Fishing Package <input type="checkbox"/> Electric Trolling Motor <input type="checkbox"/> Gas Trolling Motor <input type="checkbox"/> Generator Package <input type="checkbox"/> 0-15 KW <input type="checkbox"/> 15.1-20 KW	<input type="checkbox"/> New - \$0 Deductible <input type="checkbox"/> New - \$100 Deductible <input type="checkbox"/> New (Diesel Engine) - \$500 Deductible <input type="checkbox"/> Used- \$100 Deductible
Hull Identification Number (HIN) (required if purchasing an Optional Package)			
<b>OTHER OPTIONAL COVERAGE</b>		<b>TERM OF COVERAGE (YEARS)</b>	
<input type="checkbox"/> Full Repower <input type="checkbox"/> Outboard Engine-Only <input type="checkbox"/> Engine-Only Repower		Term of Manufacturer's Warranty	Manufacturer's Promotional Extended Warranty (if applicable) Term of Selected CornerStone Warranty
<b>POLICY RETAIL PREMIUM</b>			
Retail Premium with Surcharges/Optional Coverage \$	PST (if applicable) \$	GST/HST \$	Total Retail Premium \$
<b>LIENHOLDER INFORMATION</b>			
Lienholder		Telephone ( )	
Address	City	Province	Postal Code
Policy Holder's Signature Date		Dealer's Signature Date	
I hereby certify that I have read and understand the terms and conditions of this <b>MECHANICAL BREAKDOWN INSURANCE POLICY</b> , including the exclusions and limitations contained herein. I also confirm that I have received the <b>POLICY HOLDER</b> copy of this <b>POLICY</b> in its entirety. <b>NOTE: This document consists of four (4) pages.</b>		As the authorized representative of the issuing Dealer, I certify that the <b>CRAFT</b> is covered by this <b>POLICY</b> and the said <b>CRAFT</b> meets all the requirements supplied by the <b>ADMINISTRATOR</b> to the issuing Dealer.	
The <b>POLICY HOLDER</b> or Service Provider must obtain proper authorization from the <b>ADMINISTRATOR</b> prior to commencement of any repairs. Any representation of the <b>POLICY</b> other than the stated terms of the <b>POLICY</b> are not binding on the <b>INSURER</b> or the <b>ADMINISTRATOR</b> nor shall they be liable for any incidental or consequential damages. The purchase of this <b>POLICY</b> is not required in order to lease, purchase or obtain financing for <b>CRAFT</b> .			

## MARINE ENGINE & PERSONAL WATERCRAFT SERVICE POLICY

This is a **POLICY** between the **POLICY HOLDER** and **US**. This **POLICY** protects the covered **PRODUCT** in the event of a **MECHANICAL BREAKDOWN**. In consideration of the payment of the **POLICY** charge to **US**, and in reliance upon the statements and selections made by the **POLICY HOLDER** and the issuing Dealer in this **POLICY** and subject to the following terms, conditions, exclusions and limitations of this **POLICY**, the **POLICY HOLDER** is eligible for the following coverages and benefits.

When this application is properly filled out, filed with and accepted by **US**, it becomes a **POLICY** covering the **CRAFT** listed above for parts and/or labour as per the **CORNERSTONE** Authorized Labour Guide(s). The term of this **POLICY** begins upon the **CRAFT's** **"IN-SERVICE DATE"** and continues for the term of coverage purchased and includes any manufacturer, original equipment manufacturer (OEM) or dealer warranty coverage. Coverage under this **POLICY** begins; a) on the **POLICY** purchase date or; b) upon the expiration of the manufacturer, OEM and/or dealer's warranty; whichever is longer. Coverage for Used Crafts is available for purchase at the time of the **CRAFT** purchase only. This **POLICY** will pay **REPAIR COSTS** on the **CRAFT** listed above, that fails under normal use, for the identified term. Coverage under this **POLICY** does not include wear and tear. Mileage to get to the service depot or factory is the **POLICY HOLDER's** responsibility. This **POLICY** is subject to the appropriate **DEDUCTIBLE** identified above per repair visit. If a claim is made in the United States the **DEDUCTIBLE** will be paid in U.S. dollars.

## DEFINITIONS

The following definitions apply to words frequently used in this Policy:

**ADMINISTRATOR/CORNERSTONE:** CornerStone United, Ltd., 201-931 Commissioners Road East, London, ON N5Z 3H9, 1-800-774-9992

**YOU/YOUR/POLICY HOLDER:** The purchaser named on the Policy.

**INSURER/WE/OUR/US:** Virginia Surety Company, Inc., 3650 Victoria Park Ave., Suite 201, Toronto, ON M2H 3P7.

**POLICY/PLAN:** The Marine Engine and Personal Watercraft Mechanical Breakdown Insurance Policy which the Policy Holder has purchased from the issuing Dealer to protect the Craft.

**DEDUCTIBLE:** The amount the Policy Holder is required to pay as shown in this Policy, per repair visit for Mechanical Breakdown. If a claim is made in the United States, the Deductible will be paid in U.S. dollars.

**MECHANICAL BREAKDOWN:** The failure of a covered part under normal use. A covered part has failed when it can no longer perform the function for which it was designed solely because of its condition and not because of the action or inaction of any non-covered parts.

**REPAIR COSTS:** The usual and fair charges for replacement parts (of like kind and quality) and labour needed to perform repairs covered by this.

**PRODUCT/CRAFT/UNIT:** The New or Used Marine Craft, Engine, component or Personal Watercraft described in this Policy.

**PURCHASE DATE:** The date this Policy was purchased or the date you took possession of the Product, whichever is later

**IN-SERVICE DATE:** For New Crafts – the date that the manufacturer's warranty begins. For Used Crafts – the Product purchase date.

## PRODUCT ELIGIBILITY

**NEW PRODUCT ELIGIBILITY:** Extended coverage must be purchased prior to the expiration of the manufacturer's warranty to be considered a New craft. The craft must have an original manufacturer's warranty of not less than one (1) year and cannot be longer than sixty-five (65) feet in total length.

**USED PRODUCT ELIGIBILITY:** Extended coverage is only available for purchase at the time of sale of the **CRAFT**. Crafts must have had an original manufacturer's warranty of at least one (1) year to qualify for Extended coverage. Used coverage is not available for Optimax, Diesel or commercial engines.

▪ **Crafts with Inboard, Stern Drive and Outboard Engines:** For eligible Crafts, if the model year of the **PRODUCT** falls between the current model year and up to seven (7) immediately preceding model years.

▪ **Personal Watercraft:** For eligible Crafts, if the model year of the product falls between the current model year and up to four (4) immediately preceding model years.

▪ January 1st of each year constitutes a model year change.

## OUTBOARD COVERAGE - Includes the following covered parts:

**POWERHEAD:** All internally lubricated parts contained within the cylinder block including: cylinder head, pistons, piston rings and pins, main bearing connecting rods and rod bearings, crankshaft, reeds and reed block cage, camshaft, camshaft bearings, valves, valve springs, guides and seats, timing chain, gears and/or belts. Block and cylinder barrel if damaged as a result of a mechanical failure of an above listed part.

**LOWER UNIT:** All internally lubricated parts contained within the lower unit housing including: drive shaft, drive shaft bearings, pinion gear and bearing, shift cam and follower, forward and reverse gears, carrier bearings, shims, thrust washer and carrier, clutch dog and pin. Propeller shaft and housing if damaged as a result of a mechanical failure of a covered part.

**STEERING/CONTROLS:** Shift and throttle control box parts including: cams, eccentrics, shafts, pivots, bushings, housing, control arms/levers and knobs, shift control cable, throttle control cable and control valve; steering control helm assembly, control rack and yoke assembly, power steering pump, power steering cylinder, steering wheel and hub, hydraulic steering head, hydraulic steering lines, hydraulic steering cylinder, hydraulic steering flow valves.

**ELECTRICAL:** Voltage regulator and rectifier, starter motor, starter solenoid, starter armature, starter field windings, starter magnets, brush holder and brushes, end caps and bushings, starter drive, power pack/switch box, amplifier, power trim/tilt motor, alternator/stator, ignition coil and switch, neutral safety switch, trigger coil, terminal blocks, engine mounted wiring harness and connectors, high/low speed spark advance modules, ESA module and electric choke solenoid (enrichener), gauges and sensors; video display monitor; instrument groupings; and heated seats.

**POWER TRIM/TILT:** Power trim motor, power tilt motor, power trim cylinders, trim and tilt cylinder rams, cylinder seals, cylinder mounts and pivots, power trim solenoids, wiring harness, pump, relief valve, reverse lock valve, manual trim cylinder, manual trim cable and control valve and control switch.

**LUBRICATION SYSTEM:** Oil injection check valve, oil level sensor, injection pump, pump drive gear, pump drive shaft, oil tank reservoir, warning module, remote injection tank, oil tank cap, remote tank pickup and tube, warning horn and warning lights, oil lines and ECU module, throttle position sensor, manifold air temperature sender, idle speed control, mass air flow sensor, detonation/knock sensor, ignition pick-up sensor, metering system.

**FUEL SYSTEM:** Fuel pump, fuel injectors, rails, and pump, fuel distributor, pressure regulator, vapour separator, flame arrestor, turbo chargers, carburetor (excludes needle and seat or adjustments), sensors, EFI control module, wiring harness, electric choke and air silencer/intake.

**JET DRIVE:** Internally lubricated metallic parts contained within the jet drive case. Pump case if damaged as a result of a mechanical failure of a covered part (pump impeller excluded).

**SEALS & GASKETS:** Seals and gaskets of any listed covered component.

**OUTBOARD ENGINE-ONLY COVERAGE:** If the ENGINE-ONLY box is checked off under OPTIONAL PACKAGES on the Administrator copy of the Application, coverage will ONLY apply to POWERHEAD and LOWER UNIT components as indicated above.

## INBOARD, STERN DRIVE, JET BOAT COVERAGE - Includes the following covered parts:

**ENGINE:** All internally lubricated parts contained within the cylinder block including: pistons, piston rings and pins, main bearings, crankshaft, camshaft and bearings, timing chain/belt and gears, valve, valve springs, guides, seats and valve covers, harmonic balancer, oil pump, rocker arm cover, engine mounts, distributor housing, intake manifold, oil pan, push rods, lifters, flywheel/ring gear, connecting rods and rod bearings and crankshaft. Cylinder head(s), block and barrel if damaged as a result of a mechanical failure of an above listed part.

**DIESEL ENGINES ONLY:** Cylinder head bolts, air intake housing, main bearing bolts, rod bolts, rocker arms, oil cooler housing, oil filter housing, flywheel housing, pump drive gears, front covers, idler gears, balancer cover housing.

**TRANSMISSION:** All internally lubricated parts contained within the transmission case including: clutch and thrust plates, planetary gears, shift bands, drums, hydraulic pumps, valve bodies, carrier bearings, shafts and reduction gears. Transmission mounts and oil pan. Transmission case if damaged as a result of a mechanical failure of a covered part.

**V-DRIVE CASE:** Internally lubricated parts contained within the V-Drive case, including: bevel gears, carrier bearings, shims and thrust bearings and shafts. V-Drive case if damaged as a result of a mechanical failure of an internally lubricated part.

**STERN DRIVE UPPER GEAR CASE:** Internally lubricated parts contained within the Stern Drive Upper Gear case. Stern Drive Upper Gear case if damaged as a result of a mechanical failure of an internally lubricated part.

**LOWER UNIT:** All internally lubricated metallic parts contained within the transmission case including: drive shaft, drive shaft bearings and pin, pinion gear and bearings, shift cam and follower, forward and reverse gears, carrier bearings, shims, thrust washers and carrier, and clutch dog and pin. Propeller shaft and housing if damaged as a result of mechanical failure of a covered part.

**ELECTRICAL:** Alternator/stator, voltage regulator and rectifier, starter motor, starter solenoid, starter armature, starter field windings, starter magnets, brush holder and brushes, end caps and bushings, starter drive, ignition module, power trim motor, power tilt motor, battery selector switch, battery main switch, battery isolator, fuse box holder, ignition coil and switch, ring gear, neutral safety switch, terminal blocks, engine mounted wiring harness and connectors and wiper motor, gauges and sensors, video display monitor, instrument groupings, and heated seats.

**INTERMEDIATE HOUSING:** Steering arm and bearing, intermediate shaft bearings, universal joint bearing, gimbal bearings and gimbal housing, sleeve and connector, steering yoke, steering pivot and shaft, shift lever and roller, transom plate, shift bell crank and pivot housing, U-joint, drive yoke, engine coupler (shifting/alignment excluded), intermediate housing (holes in/or leaking bellows excluded).

**STEERING/CONTROLS:** Shift and throttle control box parts including: cams, eccentrics, shafts, pivots, bushings, housing, control arms/levers and knobs, shift control cable, throttle control cable and ignition switch. Steering control helm assembly, control rack and yoke assembly, power steering pump, steering wheel and hub, steering cables, hydraulic pump and reservoir, steering cylinder, cylinder and flow valves, shift control box, hydraulic steering head, hydraulic steering lines, hydraulic steering cylinder, hydraulic steering flow valves.

**ENGINE COOLING SYSTEM:** Engine circulating water pump, oil cooler, heat exchanger and water pump pulley (closed system only).

**JET PUMP:** Internally lubricated metallic parts contained within the jet drive case. Pump case if damaged as a result of a mechanical failure of a covered part (pump impeller excluded).

**POWER TRIM AND TILT:** Power trim and/or tilt motor, trim cylinders, cylinder rams, cylinder seals, cylinder mounts and pivots, power trim solenoids, wiring, harness, pump, reverse lock valve, relief valves and control, limit switches and master switch.

**FUEL SYSTEM:** Fuel pump, fuel injectors, rails, and pump, ECU module, throttle position sensor, manifold absolute pressure sensor, manifold air temperature sender, idle speed control, mass air flow sensor, detonation/knock sensor, coolant sensor, ignition pick up sensor, fuel delivery pump, fuel pump diaphragm, fuel distributor, pressure regulator, vapour separator, flame arrester, turbo chargers, wastegate actuator, carburetor (excludes needle and seat or adjustments), sensors, EFI control module, wiring harness, electric choke and air silencer/intake.

**SEALS & GASKETS:** Seals and gaskets of any listed covered component.

**REPOWER COVERAGE:**

▪ **Engine-Only Repower:** (For new replacement engines installed with the original V-drive, transmission or stern drive in **YOUR** current **CRAFT**) If ENGINE-ONLY box is checked off under OPTIONAL PACKAGES on the Administrator copy of the Application, coverage will ONLY apply to ENGINE, DIESEL ENGINE, ELECTRICAL and FUEL SYSTEM components as indicated above.

▪ **Full Repower:** (For new replacement engines, transom and drive assemblies in **YOUR** current **CRAFT**) If the FULL box is checked off under OPTIONAL PACKAGES on the Administrator copy of the Application, coverage will ONLY apply to ENGINE, DIESEL ENGINE, TRANSMISSION, V-DRIVE CASE, STERN DRIVE UPPER GEAR CASE, LOWER UNIT, ELECTRICAL, INTERMEDIATE HOUSING, JET PUMP and FUEL SYSTEM components as indicated above.

## PERSONAL WATERCRAFT - Includes the following covered parts:

**ENGINE:** All internally lubricated parts contained within the cylinder block including: pistons, piston rings and pins, intake manifold, main bearings, connecting rods and rod bearings, reeds, reed block and cage, Crankshaft, cylinder heads and block. Heads and barrels if damaged as a result of a mechanical failure of an above listed part.

**DRIVE LINE COMPONENTS:** Drive shaft, bearings, bushings and flywheel.

**LUBRICATING SYSTEM:** Oil injection system including pump, drive gear, oil level sensor, oil lines, oil cap and oil tank.

**FUEL DELIVERY SYSTEM:** Fuel injection and delivery pumps, pressure regulators, petcock, fuel cap, flame arrestor, fuel distributors and turbo-chargers.

**STEERING CONTROLS:** Throttle cable and control handle. Steering control assembly, steering gate, rudder and trim switch, nozzle, starter, control primer switches and run and stop switches.

**ELECTRICAL:** Starter, stator/alternator, voltage regulator/rectifier, ignition module, coils, solenoids, relays, ignition switch, power trim motor, CDI box, electrically operated gauges including tachometer, engine temperature gauge, oil pressure warning gauges, sensors and wiring harness.

**JET PUMP SYSTEM:** All internally lubricated parts contained within pump housing, bearings, impeller and brushings. Pump case if damaged as a result of a mechanical failure of a covered part (pump impeller excluded).

**SEALS & GASKETS:** Seals and gaskets of any listed covered component.

**REPOWER COVERAGE:** (For new replacement engines installed with the original V-drive, transmission or stern drive in **YOUR** current **CRAFT**) If the PERSONAL WATERCRAFT box is checked off under the REPOWER section of OPTIONAL PACKAGES on the Administrator copy of the Application, coverage will **ONLY** apply to ENGINE, DIESEL ENGINE, ELECTRICAL AND FUEL DELIVERY components as indicated above.

## ADDITIONAL BENEFITS

- **HOIST/HAUL-OUT:** This **POLICY** will cover the actual cost of Hoist/Haul-Out, to a maximum of one hundred (\$100) dollars per **MECHANICAL BREAKDOWN**, to facilitate diagnosis or repairs any time a covered component fails.
- **TOWING:** This **POLICY** will cover the actual cost, to a maximum of one hundred (\$100) dollars per **MECHANICAL BREAKDOWN**, for towing any time a covered component fails requiring the **CRAFT** to be towed either in water or on land.
- **PICK-UP/DELIVERY:** This **POLICY** will cover the actual cost to Pick-up/Deliver the **CRAFT**, limited to crafts up to 25 feet in length, if required to facilitate diagnosis or repairs any time a covered component fails.

## OPTIONAL ACCESSORY PACKAGES

Accessory Packages can be purchased as additional coverage to **YOUR POLICY** or can be purchased as stand-alone coverage. If **STAND-ALONE** coverage is marked on the Administrator copy of this **POLICY**, coverage will be limited to those components listed below, otherwise the components listed below will be in addition to other coverage purchased under this **POLICY**.

### CRUISING PACKAGE – Includes the following covered parts:

- **Air Conditioning (Factory installed only):** Compressor, condenser, capacitor, water pump, relay, fans, heat exchanger, evaporator, control panel, thermostat.
- **Heating Unit:** Furnace, heating elements, control panel, thermostat, burner assembly, blower motor.
- **Interior Lighting:** Light switches, lighting fixtures.
- **12-Volt/24-Volt Electrical:** Battery charger/converter.
- **Shore Power:** Onboard receptacle, cap, shore power main switch, circuit panel, circuit breakers
- **Inboard Drive Line:** Shaft, stuffing box, shaft log, strut, rudder, rudder shaft, rudder log, steering arm, steering cylinder, hydraulic reservoir.
- **Appliances (Built-in):** Refrigerator, range/cook top, oven, L.P. regulator, clothes washer, clothes dryer, microwave, ice-maker, disposal, central vacuum system.
- **Water System:** Water pump, water heater, compressor, drain system, sump pump, fittings, faucets.
- **Waste System:** Shower, toilet, sink(s), holding tanks, macerator, gate valves, connections, electric flush control, vacuum pump. Note: Pipes and leaks from piping and vacuum accumulations are excluded.
- **Dual Station/Tower Control Set:** Helm control, steering wheel, throttle/shift control box.
- **Horns:** Air horns, air horn compressor, air solenoids, control panel, electric horn and control.
- **Electrical:** Battery main switch, battery isolator, battery selector switch, battery box, fuse block, fuse holders, chart light, windshield wiper motor, transom light, bow light, docking lights, volt meter, electric horn, courtesy lights.
- **Anchor:** Winch, electric windlass motor, bow pulpit guide, control panel.
- **Depth Finder (Factory installed only):** Depth sounder, transducer, mounting brackets, control cable.
- **Instrument Panel (Factory installed only):** Gauges and sensors; video display monitor; instrument groupings.
- **Electronics (Factory installed only):** Cruise control, GPS system, DVD player, CD player, CD changer, amplifier, cassette tape deck, AM/FM/Satellite tuner.
- **Compass:** Compass head, mounting brackets.
- **Remote Spotlight:** Control panel, horizontal/vertical control motors, light housing.
- **Planing/Trim Tabs:** Pump, trim cylinders, planing plates
- **Hardware:** Deck rails, grab rails, hand rails, bow eyes, rope cleats, anchor chocks, cockpit steps, top slides, door hinges and latches, deck plates, storage cover sockets and supports.
- **Blockage:** Blocking coverage per foot of hull length per covered **MECHANICAL BREAKDOWN**, up to fifty dollars (\$50) on covered claims.
- **Dockside Assistance (26 foot vessels and over only):** Dockside Assistance covers up to fifty dollars (\$50) of service call charges when in-water repair is needed.
- **Food Spoilage:** In the event of a refrigerator or freezer **MECHANICAL BREAKDOWN** that is covered by this **POLICY**, **CORNERSTONE** will reimburse **YOU** for the actual expenses for food and beverage spoilage, not to exceed one hundred (\$100) dollars including applicable taxes.

### NAVIGATION PACKAGE - Includes the following covered parts:

- Radar, GPS, GPS Map Receiver, LORAN, LORAN Antenna, Plotter, Auto Pilot, VHF Radio.

### RUNABOUT PACKAGE - Includes the following covered parts:

- **Depth Finder (Factory installed only):** Depth sounder, transducer, mounting brackets, control cable.
- **Fish Finder (Factory installed only):** Fish finder, transducer, speed and temperature sensors, mounting brackets, control cable.
- **Electrical:** Interior courtesy lights, docking/bow lights, stern light, dual battery switch, cabin light fixtures, electric horn, windshield wiper motor.
- **Planing/Trim Tabs:** Pump, trim cylinders, planing plates.
- **Waste System:** Shower, toilet, sink(s), holding tanks, macerator, gate valves, connections, electric flush control, vacuum pump. Note: Pipes and leaks from piping and vacuum accumulations are excluded.
- **Water System/Washdown:** Water pumps, drain system, fittings, faucets.
- **Electronics (Factory installed only):** Cruise control, GPS system, DVD player, CD player, CD changer, amplifier, cassette tape deck, AM/FM/Satellite tuner.
- **Appliances (Built-in):** Galley sink and faucet, ice box, stove top.
- **Hardware:** Stainless steel deck railings, grab rails, bow eyes, rope cleats.
- **Instrument Panel (Factory installed only):** Gauges and sensors; video display monitor; instrument groupings.
- **Trailer:** Brakes, brake drums, master cylinder and hydraulic brake actuator, frame rails, wheel bearings, spindles and springs, winch stand, welds, axle, backing plates, coupler, bunk and roller cradles. (Excludes damage due to overloading and bending or bearing failures due to water entry or debris.)

### SAILBOAT PACKAGE – Includes the following covered parts:

- **Air Conditioning (Factory installed only):** Compressor, condenser, capacitor, water pump, relay, fans, heat exchanger, evaporator, control panel, thermostat.
- **Heating Unit:** Furnace, heating elements, control panel, thermostat, burner assembly, blower motor.
- **Water System:** Water pump, water heater, compressor, drain system, sump pump, fittings, faucets.
- **Waste System:** Shower, toilet, sink(s), holding tanks, macerator, gate valves, connections, electric flush control, vacuum pump. Note: Pipes and leaks from piping and vacuum accumulations are excluded.
- **Appliances (Built-in):** Refrigerator, range/cook top, oven, L.P. regulator, clothes washer, clothes dryer, microwave, ice-maker, disposal, central vacuum system.
- **12-Volt/24-Volt Electrical:** Battery charger/converter.
- **Shore Power:** Onboard receptacle, cap, shore power main switch, circuit panel, circuit breakers
- **Electrical:** Battery main switch, battery isolator, battery selector switch, battery box, fuse block, fuse holders, chart light, windshield wiper motor, transom light, bow light, docking lights, volt meter, electric horn, courtesy lights.

- **Electronics (Factory installed only):** Cruise control, GPS system, DVD player, CD player, CD changer, amplifier, cassette tape deck, AM/FM/Satellite tuner.
- **Instrument Panel (Factory installed only):** Gauges and sensors; video display monitor; instrument groupings.
- **Compass:** Compass head, mounting brackets.
- **Bilge:** Pump, manual control panel, switches, wiring harness, venting system.
- **Remote Spotlight:** Control panel, horizontal/vertical control motors, light housing.
- **Horns:** Air horns, air horn compressor, air solenoids, control panel, electric horn and control.
- **Anchor:** Winch, electric windlass motor, bow pulpit guide, control panel.
- **Speedometer/Tachometer:** Speedometer head, tachometer head, speed log, speed sensor, mounting brackets, control cable.
- **Manual Steering:** Tiller arm, drag link, stabilizer, rudder shaft tiller arm, U-joints, torque tube, gear box, steering control helm assembly, control rack and yoke assembly, steering wheel, steering wheel mounting hub.
- **Hardware:** Deck rails, grab rails, hand rails, bow eyes, rope cleats, anchor chocks, cockpit steps, top slides, door hinges and latches, deck plates, storage cover sockets and supports.
- **Blockage:** Blocking coverage per foot of hull length per covered **MECHANICAL BREAKDOWN**, up to fifty dollars (\$50) on covered claims.
- **Food Spoilage:** In the event of a refrigerator or freezer **MECHANICAL BREAKDOWN** that is covered by this **POLICY**, **CORNERSTONE** will reimburse **YOU** for the actual expenses for food and beverage spoilage, not to exceed one hundred (\$100) dollars including applicable taxes.

### SKI BOAT PACKAGE - Includes the following covered parts:

- **Depth Finder (Factory installed only):** Depth sounder, transducer, mounting brackets, control cable.
- **Electrical:** Interior courtesy lights, docking/bow lights, stern light, dual battery switch, cabin light fixtures, electric horn, windshield wiper motor.
- **Electronics (Factory installed only):** Cruise control, GPS system, DVD player, CD player, CD changer, amplifier, cassette tape deck, AM/FM/Satellite tuner.
- **Hardware:** Stainless steel deck railings, grab rails, bow eyes, rope cleats.
- **Instrument Panel (Factory installed only):** Gauges and sensors; video display monitor; instrument groupings.
- **Water/Ballast System/Washdown:** Water pumps, drain system, fittings, faucets.
- **Trailer:** Brakes, brake drums, master cylinder and hydraulic brake actuator, frame rails, wheel bearings, spindles and springs, winch stand, welds, axle, backing plates, coupler, bunk and roller cradles. (Excludes damage due to overloading and bending or bearing failures due to water entry or debris.)

### SPORT FISHING PACKAGE - Includes the following covered parts:

- **Electric Trolling Motor (One motor only as originally equipped):** Armature, fields, brushes, brush holders, wiring harness, control cables, foot control unit and switches. Planitary/armature housing if damaged beyond repair by one of the above parts.
- **Gas Trolling Motor (One motor only up to 15 HP as originally equipped):** All internally lubricated parts contained within the engine block, fuel pump, carburetor, wiring harness, control cables, foot control unit and switches.
- **Electrical:** Battery main switch, battery isolator, battery selector switch, battery box, fuse block, fuse holders, chart light, windshield wiper motor, transom light, bow light, docking lights, volt meter, electric horn, courtesy lights.
- **Electronics (Factory installed only):** Cruise control, GPS system, DVD player, CD player, CD changer, amplifier, cassette tape deck, AM/FM/Satellite tuner.
- **Instrument Panel (Factory installed only):** Gauges and sensors; video display monitor; instrument groupings.
- **Water System/Washdown:** Water pumps, drain system, fittings, faucets.
- **Live Wells:** Fill, pumps, aerator, manual valves, timer.
- **Power Transom/Jack Plate:** Motor bracket, slides, jack screws, cylinder, control panel.
- **Planing/Trim Tabs:** Pump, trim cylinders, planing plates.
- **Anchor:** Winch, electric windlass motor, bow pulpit guide, control panel.
- **Depth Finder (Factory installed only):** Depth sounder, transducer, mounting brackets, control cable.
- **Fish Finder (Factory installed only):** Fish finder, transducer, speed and temperature sensors, mounting brackets, control cable.
- **Battery Charger (Factory installed only)**
- **Speedometer:** Speedometer head, speed log, mounting brackets and control cable.
- **Lakewater Temperature Gauge (Hull mounted only):** Temperature gauge, temp sensor and control cable.
- **Compass:** Compass head, mounting brackets.
- **Hardware:** Deck rails, grab rails, hand rails, bow eyes, rope cleats, anchor chocks, cockpit steps, top slides, door hinges and latches, deck plates, storage cover sockets and supports.
- **Trailer:** Brakes, brake drums, master cylinder and hydraulic brake actuator, frame rails, wheel bearings, spindles and springs, winch stand, welds, axle, backing plates, coupler, bunk and roller cradles. (Excludes damage due to overloading and bending or bearing failures due to water entry or debris.)

### TRAILER PACKAGE - Includes the following covered parts:

- **Brakes**

### GENERATOR PACKAGE - Includes the following covered parts:

- **Engine:** Internally lubricated parts contained within the cylinder block to include: Pistons, piston rings and pins, main bearings and rod bearings, crankshaft, connecting rods, camshaft, camshaft bearings, timing chain, gears and/or belt, valves, valve springs, valve guides and seats, valve push rods, lifters, oil pump, rocker arm cover, harmonic balancer, oil pan, engine mounts, distributor housing, shaft and bearings, seals and gaskets of a covered component. Engine head(s), engine block and/or cylinder barrels, intake manifolds only if damaged beyond repair as a result of a **MECHANICAL BREAKDOWN** of one of the above listed components.
- **Electrical:** Switch box/amplifier, alternator, voltage regulator/rectifier, ignition coil, starter motor, solenoid, engine mounted wiring harness.
- **Closed Cooling System:** Engine water coolant circulating pump and heat exchangers.
- **Generator Electrical:** Armature, fields, brushes, end frame and housing, generator mounted control panel, rectifier. (Does not include installation and/or removal of unit.)

### EXCLUSIONS

1. This **POLICY** applies to defects in material and workmanship. It does not apply to normal worn parts, adjustments, tune-ups or to damage caused by: 1) Neglect, lack of maintenance, accident, abnormal operation or improper installation or service as deemed by **US** or the **ADMINISTRATOR**; 2) Use of an accessory or part not manufactured or sold by an authorized dealer of the manufacturer; 3) Operation with fuel, oils or lubricants which are not suitable for use with the **PRODUCT**; 4) Participating in or preparing for racing or other competitive activity or operating with a racing type **CRAFT**; 5) Alteration or removal of parts; 6) Water entering the engine via the intake or exhaust systems.
2. This **POLICY** does not cover routine maintenance, fluids, belts, hoses, filters, consumables, batteries, fasteners, bulbs, fuses, cosmetic adjustment or replacement, shell separating or damages caused by freezing, improper lay up or storage, cracking, paint changes, corrosion and rust. Spark plugs, cables, loose fittings, nuts, bolts and fasteners, adding of coolant or oil, lubricants, thermostat, cleaning of fuel systems, removal of carbon, varnish, sludge, or contaminants, necessary fuel and ignition system calibrations. Damage to cylinder head (s), cylinder block, and cylinder barrels (ie. freezing, overheating, cracking, gasket leaking and warping from lack of sufficient coolants, lubricants, improper maintenance, negligence or abuse), burned valves or grinding and/or refacing valves or seats to increase compression, stretched cam chains, exhaust system and non-factory turbo-charger systems. Any repair for grinding of valves to increase compression, maintenance service or terms, adjustments, tune-ups, oil consumption or stuck rings, burned valves, tuliped valves, lubricants, adhesives, service calls, shop supplies, environmental charges, or any other miscellaneous charges.
3. Seals and gaskets are excluded unless in relation to a listed covered component.
4. Coverage is not provided under the terms of this **POLICY** unless the **CRAFT** has been serviced in accordance to the manufacturer's recommendations.
5. This **POLICY** does not cover any loss or damage to optional equipment or any loss or damage arising out of the failure of an otherwise covered part that does not meet manufacturer's specifications, including modifications and/or alterations to the **CRAFT** not approved by the manufacturer's authorized representative.
6. This **POLICY** does not cover the gradual reduction of operating performance caused by normal wear and tear or any repairs caused by product vibration or loose fasteners.
7. This **POLICY** is void if any loss or damage is caused by accident, collision, roll-over, riot, fire, theft, freezing, vandalism, explosion, lightning, earthquake, windstorm, hail, volcano eruption, water or flood, stranding, submersion, abuse, ice or by other acts of nature.
8. This **POLICY** does not cover any costs, expenses or equipment required to comply with law and/or regulations imposed or set forth by any governmental agencies.
9. This **POLICY** does not cover any incidental or consequential damages including damage to: 1) A non-covered part by a covered part; 2) A covered part by a non-covered part, or 3) Any covered part which is not broken down, but which a service depot recommends or requires be repaired, replaced, or where government/industry regulations disallow use of said part(s).
10. This **POLICY** does not cover any damage, internal or external, due to freezing, overheating or corrosion, electrolysis, salt or any other environmental conditions or inadequate or improper storage/lay up.
11. This **POLICY** does not cover any pre-existing mechanical failure or conditions that exists at the time of retail sale of the **CRAFT**.
12. This **POLICY** does not cover any loss resulting from inadequate amounts of coolant, lubricant or fluids.
13. This **POLICY** does not cover any loss caused by improper or contaminated fuels or other fluids.
14. Commercial use is excluded.
15. This **POLICY** does not cover **MECHANICAL BREAKDOWN(s)** covered by manufacturer's warranty or any other applicable warranty or coverage. In the event that the manufacturer's warranty coverage on select item(s) is longer than its standard warranty coverage, **OUR** liability will commence at the expiration of the warranty coverage of the specific item.

## GENERAL PROVISIONS

1. **TERRITORIAL LIMITS:** This **POLICY** will cover the **CRAFT** only when it is in Canada or the United States.
2. **CONSEQUENTIAL DAMAGES:** In the event of **MECHANICAL BREAKDOWN** of the **CRAFT**, any operation of the **CRAFT** that results in progressive damage relating to the original **MECHANICAL BREAKDOWN** will be considered the **POLICY HOLDER's** failure to protect the **CRAFT** and will not be covered under this **POLICY**. **WE** are not responsible for any oral misrepresentation other than the coverage and exclusions contained herein. This **POLICY** applies to the parts and labour for the identified items only and does not provide for bodily injury, property damages, liability, or any other type of liability coverage.
3. **DELAYS:** This **POLICY** does not guarantee days or time of service. **WE** are not liable for any damages whatsoever arising out of delays, either before or after a day or time of service is agreed upon.
4. **LIMIT OF LIABILITY:** For each claim/repair visit **OUR** liability will in no event exceed the actual cash value of the **UNIT** at the time of the failure. The aggregate of all coverages and benefits paid or payable under this **POLICY** will not exceed the price the **POLICY HOLDER** paid for the **UNIT**. If the **POLICY** is transferred, the aggregate of all coverages and benefits paid or payable under this **POLICY** will be carried forward to the new owner. If parts are not available or if the covered item cannot be repaired, **WE** will reimburse the **POLICY HOLDER** the actual cash value of the covered item at the time of failure, plus an allowance for applicable labour. All values will be determined solely by **US**.
5. **TRANSFER:** To transfer this **POLICY**, the **POLICY HOLDER** will forward a copy of the **POLICY**, with the new owner's information attached, and the transfer fee of fifty dollars (\$50) plus applicable taxes to **CORNERSTONE** within thirty (30) days of transfer date. Proof of maintenance may be required. This **POLICY** is not transferrable from Craft to Craft, or to a Dealer, only to a different private owner. A copy of this **POLICY** and all maintenance records must be given to the new owner.
6. **CANCELLATION:** All cancellation refund cheques will be sent to the selling dealer. The Lienholder, if any, may be named on the cancellation refund cheque as their interest may appear. **YOU** can collect **YOUR** cancellation refund directly from the selling dealer thirty (30) days after the **ADMINISTRATOR** has received the cancellation request.
  - a. **Cancellation by the POLICY HOLDER** - This **POLICY** may be cancelled by the **POLICY HOLDER** within thirty (30) days of the **POLICY** purchase date. **YOU** may cancel this **POLICY** by returning to the selling dealer and completing a Cancellation Request Form. If this **POLICY** is cancelled within thirty (30) days of the **POLICY** purchase date, **WE** will refund the retail premium paid for this **POLICY**, less a cancellation fee of fifty dollars (\$50), less any claims paid, plus applicable taxes. If at any point in the term of the **POLICY** the **CRAFT** is declared a total loss, this **POLICY** may be cancelled by the **POLICY HOLDER** (valid documentation required). In the event of a total loss, **WE** will issue a prorated refund of the retail premium paid for this **POLICY** based on elapsed days of coverage from the **POLICY** purchase date, less a cancellation fee of fifty dollars (\$50), less any claims paid, plus applicable taxes.
  - b. **Cancellation by the INSURER** - **WE** may cancel this **POLICY** at any time for non-payment, for material misrepresentation or fraud in obtaining this **POLICY**, if **YOU** have violated any of the terms or conditions set forth in this **POLICY**, or for misrepresentation in the submission of a claim. If **YOUR POLICY** is cancelled by **US** for any of the listed reasons, no cancellation refund will be issued.
  - c. **Cancellation by the Lienholder** - If this **POLICY** has been financed, the Lienholder may cancel this **POLICY** at any time during the term of this **POLICY** for non-payment or if the **CRAFT** is declared a total loss or is repossessed (valid documentation required). If this **POLICY** is cancelled by the Lienholder, **WE** will issue a prorated refund to the Lienholder of the retail premium paid for this **POLICY** cost based on elapsed days of coverage from the **POLICY** purchase date, less a cancellation fee of fifty dollars (\$50), less any claims paid, plus applicable taxes.
7. **POLICY HOLDER'S RESPONSIBILITIES:** To receive full benefits of this **POLICY**, the **POLICY HOLDER** must, at their expense: have the **CRAFT** serviced as recommended by the manufacturer, keep a detailed record of all maintenance validated by the servicing dealer, and keep receipts and work orders showing dates of service performed. The **POLICY HOLDER** assumes all liability of payment for unauthorized repairs. Liability for tear down/diagnosis rests with the **POLICY HOLDER** on non-covered repairs.
8. **CLAIMS PROCEDURES:** If **YOUR CRAFT** incurs a **MECHANICAL BREAKDOWN**, **YOU** must take the following steps to file a claim.
  - a. Take all reasonable precautions to protect the **CRAFT** from further damage in order to prevent additional cost or repairs. **YOUR** failure to do so will cause the additional cost to be paid by **YOU** and/or it can result in the complete denial of the claim.
  - b. Return the **CRAFT** to any authorized service dealer in Canada or the United States during normal service department hours. If the **MECHANICAL BREAKDOWN** is not covered by this **POLICY**, the costs incurred for disassembly or diagnostic work are **YOUR** responsibility and expense. FOR CUSTOMER SERVICE CALL 1-800-774-9992.
  - c. Provide the repair facility with a copy of **YOUR POLICY** or Customer Care Card.
  - d. The repair facility must obtain **YOUR** authorization to inspect and/or teardown **YOUR CRAFT** in order to determine the cause of breakdown and cost of repair.
  - e. Prior to starting repairs, **YOU** or the repair facility is required to obtain prior approval from the **ADMINISTRATOR** on claims over one thousand five hundred dollars (\$1,500). Fax the **ADMINISTRATOR** at 1-519-679-1374 to verify coverage and obtain a Claim Authorization Number. If a covered **MECHANICAL BREAKDOWN** occurs when the **ADMINISTRATOR's** office is closed, **YOU** may follow these claim procedures without prior authorization. However, **YOU** or the repair facility MUST call the **ADMINISTRATOR** during the next business day. Failure to call in and report the claim on the next business day may result in non payment. Unapproved mail-in claims may be denied.
  - f. Provide proof of maintenance upon request.
  - g. Permit inspection of the approved **CRAFT** by the **ADMINISTRATOR** before repairs are performed, if requested.
  - h. Provide the **ADMINISTRATOR** with all pertinent papers. Failure to submit the proper documentation may result in complete denial of the claim and non-payment.
  - i. Payment for **MECHANICAL BREAKDOWN** will be made either to **YOU** or the repair facility in accordance with **POLICY** provisions within 30 days after receipt of the repair order.
9. **REPLACEMENT PARTS:** May be new or remanufactured parts of like, kind and quality.
10. **INSURER'S RIGHT TO RECOVER PAYMENT:** If **WE** make any payments under this **POLICY**, the **POLICY HOLDER** agrees that **WE** hold all rights of recovery for those payments against anyone, due to, but not limited to, a safety recall campaign, any repair required by any court, regulatory agency, decree or settlement. The **POLICY HOLDER** will do nothing to harm those rights. If the **POLICY HOLDER** has a right to recover against another party, the **POLICY HOLDER's** rights become **OUR** rights. The **POLICY HOLDER** will do whatever is necessary to enable **US** to enforce these rights. If **WE** pay for repairs under this **POLICY** and the **POLICY HOLDER** is also repaid for the same repairs by someone else, the **POLICY HOLDER's** payment will become **OUR** property up to the amount that **WE** paid for the repairs.
11. **IN CASE OF DISAGREEMENT:** This **POLICY** is subject to the appraisal proceedings as provided under the Insurance Act for the jurisdiction where the **POLICY** is issued. In the event of a disagreement as to the nature and extent of the repairs or as to their adequacy or as to the amount payable, either party may make a written demand for an appraisal. This must be done within 30 days of the date **YOU** originally filed **YOUR** claim. The process will be as follows:
  - a. Each party shall each appoint an appraiser, and the two appraisers so appointed shall appoint an umpire.
  - b. The appraisers shall determine the matters in disagreement and, if they fail to agree, they shall submit their differences to the umpire, and the finding in writing of any two determines the matters.
  - c. Each party to the appraisal shall pay the appraiser appointed by him and shall bear equally the expense of the appraisal and the umpire.
  - d. A judge sitting at the judicial centre nearest to the place where the appraisal is to be made may appoint an appraiser or umpire, as the case may be, upon the application of either party in the event:
  - e. That a party fails to appoint an appraiser within seven (7) clear days after being served with written notice to do so:
  - f. The appraisers fail to agree upon an umpire with fifteen (15) days after their appointment; or An appraiser or umpire refuses to act, is incapable of acting or dies.
12. **POLICY HOLDER'S LEGAL RIGHT:** The **POLICY HOLDER** has the right to commence legal action against the **INSURER** for the settlement of a claim. **YOU** must consult with **YOUR** legal counsel regarding anytime limitations that may affect **YOUR** right to bring a legal action against the **INSURER**.
13. **OTHER COVERAGE:** This **POLICY** provides coverage only in excess of other applicable and valid service policies (including warranties and policies of insurance) which the **POLICY HOLDER** has, or upon which the **POLICY HOLDER** can recover from third parties.
14. **CHANGES:** No changes may be made to this **POLICY** unless approved by **US** in writing. None of **OUR** representatives have the authority to change or waive any provisions to this **POLICY**.
15. **REPRESENTATIONS:** By acceptance of this **POLICY**, the **POLICY HOLDER** agrees that statements in this **POLICY** made by the **POLICY HOLDER**, are the **POLICY HOLDER's** representations and agreements and that this **POLICY** is issued in reliance upon the truths of those statements.
16. **CONFORMITY TO STATUTE:** This **POLICY** will be governed and construed in accordance with the laws of the Province where this **POLICY** is written. Any litigation by either party arising out of the terms of this **POLICY** will be commenced in the Provincial Court of said Province or in a Court of competent jurisdiction in said Province.
17. **ENTIRE AGREEMENT:** This **POLICY** is the entire understanding between the **POLICY HOLDER** and **US** and there are no warranties, representations or agreements that are not expressly set forth herein.