

ASK US ABOUT OUR CONCIERGE TEAM FOR REAL ESTATE PROFESSIONALS!



We've Got You Covered.

SAMPLE COVERAGE TERMS

. GENERAL COVERAGE PROVISIONS

A. Coverage

- 1. During the Coverage Period, HWA's™ sole responsibility will be to arrange for an Authorized Repair Technician to provide Service(s) for Covered Systems and Components located on the Covered Property in accordance with the definitions, terms and conditions of this Contract.
- Coverage will only apply to system and component malfunctions explicitly listed as "Included." Malfunctions which existed on the Coverage Period Start Date will be covered only if the malfunction was unknown and could not have been detectable by visual inspection or simple mechanical test. Certain items may not be covered by this Contract. Refer to the "Covered Systems and Components" and "Limitations and Exclusions" sections on the following pages for coverage details.

This Contract does not cover known defects.

HWA IS NOT AN AUTHORIZED REPAIR TECHNICIAN and will not actually be performing the repair or replacement of any systems or components.

- HWA's obligation to pay for the repair or replacement of Covered Systems and Components under this Contract is limited to \$5,000 per Covered System(s) and Component(s) and \$15,000 in the aggregate during the Coverage Period, subject to the further limitations set forth herein
- This is not a contract for insurance. Obligations of the provider under this Contract are backed only by the full faith and credit of the provider (issuer) and are not guaranteed under a reimbursement insurance policy.

B. Definitions

- "Authorized Repair Technician" means the service contractor HWA dispatches in response to Your request for Service.
- "Contract" means this service contract between You and HWA including the Coverage Letter.
- "Coverage Letter" means the letter attached to this Contract that includes Your specific coverage 3. information.
- "Coverage Period" means the duration of time identified on the Coverage Letter.
- "Coverage Period Start Date" means the date listed on the Coverage Letter.
- "Covered Property" means the address that is eligible for coverage and identified on the Coverage Letter. The Covered Property must be a single-family home, townhome or condominium (including manufactured housing, which must be anchored to a permanent foundation and not moved during the duration of this Contract) under 5,000 square feet, unless:

 a) An alternative dwelling type (i.e., 5,000 square feet or more, new construction or multiple units) is applied for by phoning 1-888-HWA-RELY; and

 - b) Such alternative dwelling type is approved by HWA as a Covered Property.
 Covered Property must be owned or rented residential-use property, not commercial property or residential property converted into a business.
- "Covered Systems and Component(s)" means: (i) systems and components as specifically described herein as "Included" and that are located inside the confines of the main foundation of the Covered Property; (ii) are in proper working order on the Coverage Period Start Date and become inoperative due to normal wear and tear, including breakdowns due to insufficient maintenance if at the time the issue or breakdown was unknown. Components shall be considered in proper working order if no defect is known or would have been detectable by a visual inspection or mechanical test on the Coverage Period Start Date. Attached garages, detached garages, exterior pools, spas, well pumps, septic tank pumps and air conditioners are included in this definition.
- "Home Owner" means any Customer who is not a Home Seller
- "Home Seller" means a Customer who is selling the Covered Property and has elected to enroll in Listing Coverage as described herein.
- 10. "HWA" means Home Warranty of America, Inc.™
- 11. "Listing Coverage" means the Home Seller's coverage as described herein.
- 12. "Service" or "Services" means the diagnosis and performance of the work, including parts and labor, to repair or replace any Covered System and Component that becomes inoperable due to a mechanical failure caused by routine wear and tear in accordance with the provisions set forth in this Contract.
- 13. "Trade Call Fee" means an amount due by You for a Service visit by an Authorized Repair Technician as listed on the Coverage Letter.

 14. "You" and "Your" and the "Customer" means the person contracting for Services covered by this
- Contract and whose name(s) appear on the Coverage Letter.

 15. "SEER Standard" mean current U.S. Department of Energy Seasonal Energy Efficiency Ratio
- (SEER) requirement for the state of the Covered Property.

COVERAGE DURATION, RENEWAL PAYMENTS PLANS

- A. Listing Coverage for the property listed by Home Seller and coverage period starts on the Coverage Period Start Date and continues until the earliest to occur of the following (i) the sale of the Covered Property, (ii) the expiration or cancellation of the listing of the Covered Property, (iii) 180 days from the Coverage Period Start Date (the "Listing Period", including any extension thereof). Optional coverage for HVAC units must be added or removed within 24 hours of initial order date. HWA, in its sole discretion, may extend Home Seller's Listing Coverage after expiration of the initial 180-day period. Listing Coverage is only available if property is listed with a licensed real estate professional and the listing property is either owner occupied or vacant at the time the initial order for coverage is placed. HWA's obligation to pay for the repair or replacement of Covered Systems and Components under Listing Coverage is limited to \$250 per occurrence and \$1,500 in the aggregate during the Coverage Period, subject to the further limitations set forth herein.

 B. If payment is made in full on or before the Coverage Period Start Date, Home Owner's coverage begins on the Coverage Period Start Date and ends on the last day of the Coverage Period, as set forth in the
- Coverage Letter. Optional coverage may be added within 30 days of Coverage Period Start Date, after which, coverage eligibility is subject to a 30-day waiting period. If the Contract was entered into as part of a real estate transaction and ordered by a licensed real estate professional, title company or financial institution, Home Owner's coverage, as set forth in the Coverage Letter, is subject to a 14-day payment grace period. Coverage may be renewed for an additional one (1) year period ("Renewal Term") as
- described in more detail below.

 C. THIRTY (30) DAYS PRIOR TO THE EXPIRATION OF THE INITIAL COVERAGE PERIOD, WE WILL CONTACT YOU WITH THE TERMS (INCLUDING PRICE) OF A ONE (1) YEAR RENEWAL PERIOD. FOLLOWING THE EXPIRATION OF THE INITIAL COVERAGE PERIOD, IF YOU ELECT TO RENEW THIS CONTRACT FOR AN ADDITIONAL ONE (1) YEAR PERIOD (THE "INITIAL RENEWAL PERIOD"). THEN YOU WILL BE ENROLLED IN AN AUTOMÁTIC RENEWAL OF THIS CONTRACT FOR THEN YOU WILL BE ENROLLED IN AN AUTOMATIC RENEWAL OF THIS CONTRACT FOR ADDITIONAL ONE (1) YEAR PERIOD(S) THEREAFTER (THE "ADDITIONAL RENEWAL PERIOD(S)"). THE INITIAL RENEWAL PERIOD AND ADDITIONAL RENEWAL PERIOD(S) ARE REFERRED TO COLLECTIVELY AS "RENEWAL PERIODS". THIRTY (30) DAYS PRIOR TO THE EXPIRATION OF COVERAGE DURING THE CURRENT RENEWAL PERIOD, WE WILL NOTIFY YOU OF THE TERMS (INCLUDING AN INCREASE TO PRICE, IF APPLICABLE) OF ANY ADDITIONAL RENEWAL PERIOD. D. UPON RENEWAL OF THE INITIAL RENWAL PERIOD YOU WILL AUTOMATICALLY BE RENEWED FOR SUBSEQUENT ADDITIONAL RENEWAL PERIODS UNLESS YOU NOTIFY US, IN WRITING, PRIOR TO THE PLAN EXPIRATION, BY MAIL: P.O. BOX 850, LINCOLNSHIRE, IL 60069 OR BY COMMITTED AND THE PLAN EXPIRATION, BY MAIL: P.O. BOX 850, LINCOLNSHIRE, IL 60069 OR
- BY EMAIL: CANCEL@HWAHOMEWARRANTY.COM. IF YOU REQUEST TO CANCEL AFTER AUTOMATIC RENEWAL TAKES PLACE, WE WILL HONOR YOUR REQUEST TO CANCEL IMMEDIATELY PURSUANT TO SECTION VIII.E. BELOW. IF YOU HAVE ANY QUESTIONS, OUR

- TOLL FREE NUMBER IS 1-888-492-7359. YOU MAY CANCEL THIS CONTRACT AT ANY TIME AS DESCRIBED IN SECTION VIII.E BELOW.
- E. You will select your payment method upon order of this Contract, or at time of renewal during the Initial Renewal Period. Payment may be made in: twelve (12) monthly installments; three (3) installments; or in full at the commencement of the Initial Renewal Period or any Additional Renewal Period. Contracts enrolled in monthly installment payment plans will auto-renew prior to expiration of Initial Contract Period and Additional Renewal Periods. You agree to make payment and understand and agree such payments will be drafted from a pre-authorized credit card or checking account (unless You pay by check), based on the payment plan You choose. You will not receive a monthly or annual bill. If Your payments are not current, We may refuse to provide service under this Contract. Except as otherwise specifically stated in this Contract, Your payments are non-refundable.

- A. As soon as the problem is discovered, You or Your agent (including tenant if specifically authorized by the Home Owner) must notify HWA for Service Requests to be performed under this Contract. HWA will accept service requests 24 hours a day, 7 days a week, 365 days a year at 1-888-HWA-RELY or online at www.HWAHomeWarranty.com. To be eligible for coverage, notice must be given to HWA prior to
- B. HWA will dispatch Service Requests to an Authorized Repair Technician within 48 hours. If you request HWA to perform non-emergency Service outside of normal business hours, you will be responsible for any additional fees and/or overtime charges.
- C. In emergency situations (emergency usually considered to be loss of life or peril) HWA will determine
 what repairs constitute an emergency and will make reasonable efforts to expedite emergency service.
 D. HWA has the sole and absolute right to select the Authorized Repair Technician to perform the Service;
- HWA will not reimburse for Services performed without its prior approval.
- E. You will pay the Trade Call Fee or the actual cost of the Services covered under this Contract, whichever is less. The Trade Call Fee is for each visit by an Authorized Repair Technician, except as noted below, and is payable to the Authorized Repair Technician at the time of each visit. The Trade Call Fee applies to each call dispatched and scheduled, including but not limited to those calls wherein coverage is deemed Excluded, or denied. The Trade Call Fee is due if you fail to be present at a scheduled time, or in the event you cancel a service call at the time an Authorized Repair Technician is on the way to Your home or already at Your home. Failure to pay the Trade Call Fee will result in suspension of coverage until such time as the proper Trade Call Fee is paid. After the Trade Call Fee is paid, coverage will be reinstated, but the Coverage Period will not be extended to cover the time of suspension.
- F. If Services performed under this Contract should fail, then HWA will provide for the necessary repairs without an additional Trade Call Fee for a period of 90 days on parts and 30 days on labor.
- G. No Services will be provided if the Authorized Repair Technician is prevented from entering a Covered Property due to the presence of animals, insects, unsafe conditions, or if the equipment is not easily accessible. In this event the Trade Call Fee will still be payable.

The following systems and components are covered only to the extent items are labeled as "Included" below and are subject to all other provisions, limitations and exclusions in this Contract, including the Limitations and Exclusions section.

A. PLUMBING SYSTEM



INCLUDED: Leaks and breaks of water, drain, gas, waste or vent lines, except if caused by freezing or roots - Toilet tanks, bowls and mechanisms (replaced with builder's standard as necessary), toilet wax ring seals - Instant hot water dispensers - Valves for shower, tub, and diverter angle stops, rinses and gate valves - Permanently installed interior sump pumps (used for storm water only) - Built-in bathtub whirlpool motor and pump assemblies - Stoppages/Clogs, including hydro jetting, in drain and sewer lines up to 125' from access point. Polybutylene piping is covered up to \$1,000 in the aggregate during the Coverage Period. Main line stoppages are only covered if there is a ground level clean out is

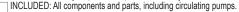
EXCLUDED: Stoppages and clogs in drain and sewer lines that cannot be cleared by cable, hydro jetting or due to roots, collapsed, broken, or damaged lines outside the confines of the main foundation (even if within 125' of access point) - Stoppages and clogs that can only be cleared through roof vent - Access to drain or sewer lines from vent or removal of water closets and/or toilets - Cost to locate, access or install ground level clean out - Hose bibs - Collapse of or damage to water, drain, gas, waste or vent lines caused by freezing, settlement and/or roots - Fixtures, cartridges, shower heads and shower arms - Bathtubs and showers - Shower enclosures and base pans - Bath tub drain mechanisms - Sinks - Toilet lids and seats - Cabling or grouting - Whirlpool jets - Septic tanks - Water softeners - Pressure regulators - Recirculating pumps - Inadequate or excessive water pressure - Flow restrictions in fresh water lines caused by rust, corrosion or chemical deposits - Sewage ejector pumps - Holding or storage tanks -Saunas or steam rooms - Back up and battery sump pump systems - Basket strainers.

LIMITATIONS: HWA will pay no more than \$1,000 for diagnosis, repair or replacement of any Covered System and Component that is concrete encased or otherwise inaccessible. HWA will pay no more than \$2,000 in the aggregate during the Coverage Period for any and all plumbing

repairs required due to rust.

PREMIUM COVERAGE INCLUDES: Fixtures and cartridges, faucets, shower heads and shower arms (replaced with chrome builders standard) - Interior hose bibs - Toilets of similar quality (\$500 limit on

B. WATER HEATER (Gas, Tankless, Electric or Oil)



INCLUDED: All components and parts, including circulating pumps.

EXCLUDED: Solar water heaters - Solar components - Fuel, holding or storage tanks - Noise - Energy management systems - Flues and vents - Commercial grade equipment - Problems resulting from sediment - Units exceeding 75 gallons - Drain pans and drain lines.

resulting from sediment - Units exceeding 75 gallons - Drain pans and drain lines.

LIMITATIONS: HWA will pay no more than \$1,000 in the aggregate during the Coverage Period for repair or replacement of tankless or oil water heater.

PREMIUM COVERAGE INCLUDES: Problems resulting from sediment.

C. ELECTRICAL SYSTEM

INCLUDED: All components and parts.

EXCLUDED: Fixtures - Carbon monoxide alarms, detectors or related systems - Intercoms and door bell systems associated with Intercoms - Inadequate wiring capacity - Solar power systems and panels - Direct current (D.C.) wiring or components - Attic and Whole House fans - Commercial grade equipment - Damages due to power failure or surge, or loads greater than the system's design - Circuit overload - Solar components - Energy management systems system's design - Circuit overload - Solar components - Energy management systems. LÍMITATIONS: HWA will pay no more than \$2,000 in the aggregate during the Coverage Period for any and all covered electrical repairs required due to rust.

D. KITCHEN APPLIANCES

1. Dishwasher (Built-in)



INCLUDED: All components and parts.

EXCLUDED: Racks - Baskets - Rollers - Door seals - Portable dishwashers.

PREMIUM COVERAGE INCLUDES: Racks - Baskets - Rollers - Door seals. Garbage Disposal



INCLUDED: All components and parts, including entire unit.

EXCLUDED: Problems and/or jams caused by bones and foreign objects other than food. Built-in Microwave Oven

INCLUDED: All components and parts.

EXCLUDED: Interior linings - Door glass - Clocks - Shelves - Portable or counter top units - Meat probe assemblies - Rotisseries - Door seals - Lighting and handles - Glass.

PREMIUM COVERAGE INCLUDES: Interior linings - Rotisseries - Clocks - Door seals - Lighting and handles.

Range/oven/cooktop (Gas or Electric; Built-in, or Free Standing).



INCLUDED: All components and parts.

EXCLUDED: Clocks (unless they affect the cooking function of the oven) - Meat probe assemblies - Rotisseries - Racks - Handles - Knobs - Sensi-heat burners will only be replaced with standard burners - Door seals - Lighting and Handles - Glass – Portable

range/oven/cooktop.

PREMIUM COVERAGE INCLUDES: Racks - Rotisseries - Clocks - Door seals - Lighting -

Handles and knobs. Trash Compactor (Built-in).

INCLUDED: All components and parts.

EXCLUDED: Lock and key assemblies - Removable buckets - Door seals – Portable Trash Compactor.
PREMIUM COVERAGE INCLUDES: Removable buckets - Door seals.

E. DOOR BELLS

INCLUDED: All components and parts.

EXCLUDED: Door bells associated with Intercom Systems. Battery operated door

F. CEILING FANS AND EXHAUST FANS

INCLUDED: Motors - Switches - Controls - Bearings - Blades.

EXCLUDED: Whole House Fans - Belts - Shutters - Filters - Lighting.

LIMITATIONS: HWA will pay no more than \$400 in the aggregate during the Coverage Period.

G. CENTRAL VACUUM

INCLUDED: All mechanical system components and parts

EXCLUDED: Ductwork – Blockages – Accessories.

LIMITATIONS: HWA will pay no more than \$400 in the aggregate during the Coverage Period for diagnosis and repair of each vacuum.

H. BURGLAR AND FIRE ALARM SYSTEMS

INCLUDED: All components and parts.

EXCLUDED: Any wiring or parts located outside the main confines of the foundation of the home - Batteries - Video cameras - Video monitors - Sprinkler alarms and systems. LIMITATIONS: HWA will pay no more than \$400 in the aggregate during the Coverage Period for diagnosis and repair of each burglar and fire alarm system.
SUBTERRANEAN TERMITE TREATMENT

Coverage subject to \$200 (plus applicable tax) one time Service Fee payable to the licensed pest control contractor upon initial visit to home for any termite treatment covered under this Contract. If an inspection is requested and no treatment is required or performed, the Service will be subject to a \$75 (plus applicable tax) inspection fee in lieu of \$200 treatment service fee.

INCLUDED: Pre-existing infestation treatment for subterranean termite infestation limited to Spot treatments only (coverage also includes non pre-existing Partial treatments) of termite infested area

of the main foundation of the home, and attached garage.

EXCLUDED: Infestation in decks, fencing or any area outside the confines of the main foundation of the home or attached garage - Repairs caused by damages from Subterranean Termites - This Contract only covers the treatment methods defined as Spot and/or Partial under the Texas Structural Pest Control Board Regulations, and does not cover any other

form of termite or pest control coverage or method.

J. SEER/R-410A MODIFICATIONS (Included for Home Owner only in Diamond and Marquise plans, not available in other plans)

INCLUDED: If government regulations prevent HWA from repairing or replacing a covered air

conditioning system, or heating system with similar efficiency or capacity, and HWA provides an upgraded unit pursuant to this Contract, then HWA will also pay for up to \$1,000 in the aggregate during the Coverage Period for modifications or upgrades to valves, line sets, evaporator coils, pads, stands, plumbing, flues, additional costs associated with evacuating and cleaning the system of all R-22 and crane charges required to complete the replacement installation of the heating or air conditioning system.

EXCLUDED: Permits, cleaning, disposal or ductwork testing and/or sealing.

The following coverage is automatically included for Home Owners and begins after the close of the sale of the Covered Property or Contract Start Date, whichever is later.

For Home Sellers the following coverage is only included in the Listing Coverage if the Home Seller's Option is elected by the Home Seller and listed on the Coverage Letter. If Optional Listing Coverage is taken, then 1) Home Seller's limitations of liability still apply; and 2) the following Covered Systems and Components in this section are subject to a maximum combined \$1,500 limitation during the Listing Period, subject to all other provisions, limitations and exclusions in this Contract.

A. HEATING SYSTEM

INCLUDED: All components and parts necessary for the operation of the system (including heat pumps which cool or heat the home). For geothermal/water source heat pumps, all components and parts that are located within the foundation of the home or attached garage. For units below SEER standard and/or R-22 equipment and when HWA is unable to facilitate repair/replacement of failed Covered Systems and Components at the current SEER rating or with R-22 Equipment, repair/replacement will be performed with SEER/R-410A equipment and/or 7.7 HSPF or higher compliant and plenum, indoor electrical and duct connections and air handling transition when requiring SEER or R-410A compatibility changes.

EXCLUDED: Baseboard casings - Oil storage tanks - Portable units - Solar heating EXCLUDED: Baseboard casings - Oil storage tanks - Portable units - Solar heating systems – Fireplaces and key valves - Filters - Electronic air cleaners - Registers - Grills - Clocks - Timers - Heat lamps - Fuel storage tanks - Vents - Humidifiers - Commercial grade equipment – Gas Heat Pump Systems - Outside or underground piping and components for geothermal and/or water source heat pumps - Electronic, computerized, and manual systems management and zone controllers - Systems with mismatched condensing unit and evaporative coil per manufacturer specifications – Improper use of metering devices (i.e. thermal expansion valves) – HWA is not responsible for the costs associated with matching dimensions, brand or color made - Except as noted above or when the optional SEER/R-410A modifications coverage is purchased with this Contract, HWA will not pay for any modifications or upgrades necessitated by the repair of existing equipment or the installation of new equipment - Condensate pumps - After market inducer fan motors - Pellet Stoves - Cable heat - Wood stoves - Solar Heating and Components - Cost for crane rentals. LIMITATIONS: Coverage under this section is limited to the main heating source not to exceed a 5 ton capacity. During the Home Owner's Coverage Period, HWA will pay no more than \$1,500 per Covered System and Component for diagnosis, access, and repair

or replacement of any hot water or steam circulating heating systems or glycol system, or geothermal/water source heat pump.
B. DUCTWORK

INCLUDED: Duct from heating unit to point of attachment at registers or grills EXCLUDED: Registers and grills - Insulation - Asbestos-insulated ductwork - Flues, vents and breaching - Ductwork exposed to outside elements - Separation due to settlement and preaching - Ductwork exposed to outside elements - Separation due to settlement and/or lack of support - Damper motors - Electronic, computerized, and manual systems management and zone controllers - Diagnostic testing of, or locating leaks to, ductwork, including but not limited to as required by any federal, state or local law, ordinance or regulation, or when required due to the installation or replacement of system equipment. LIMITATIONS: When authorized repairs require access to ductwork, HWA will only provide LIMITATIONS: When authorized repairs require access to ductwork, HWA WIII only provide diagnosis, repair, sealing, or replacement to ductwork through unobstructed walls, ceilings or floors (obstructions include but are not limited to floor coverings, appliances, systems and cabinets). If the ductwork is accessible only through concrete encased floor, wall, or ceiling HWA will pay no more than \$1,000 for diagnosis, repair or replacement of such ductwork, but will not cover any costs as a result of or determined by diagnostic testing.

C. AIR CONDITIONING/COOLER (not exceeding 5 ton capacity and designed for residential use) INCLUDED: Ducted electric central air conditioning, ducted electric wall air conditioning,

geothermal/water source heat pumps, and water evaporative coolers - All components and parts except for geothermal/water source heat pumps, all components and parts that are located within the foundation of the home or attached garage. For units below SEER standard, and/ or R-22 equipment and when HWA is unable to facilitate repair/replacement of failed covered equipment at the current SEER rating, or with R-22 equipment, repair/replacement will be performed with SEER/R-410A equipment and/or 7.7 HSPF or higher compliant and plenum, indoor electrical, duct connections and air handling transition when requiring SEER or R-410A compatibility changes.

EXCLUDED: Gas air conditioning systems - Condenser casings - Registers and Grills - Filters - Electronic air cleaners - Window units - Non-ducted wall units - Water towers

- Humidifiers - Improperly sized units - Chillers and chiller components - All exterior condensing, cooling and pump pads - Roof mounts, jacks, stands or supports - Condensate pumps - Commercial grade equipment - Outside or underground piping and components for geothermal and/or water source heat pumps - Cost for crane rentals - Electronic, computerized, and manual systems management and zone controllers - Air conditioning with mismatched condensing unit and evaporative coil per manufacturer specifications – Improper use of metering devices (i.e., thermal expansion valves) - HWA is not responsible for the costs associated with matching dimensions, brand or color made – Except as noted above or when included in Diamond and Marquise Plan, HWA will not pay for any modifications, upgrades, or additional work needed to evacuate/clean a system of R-22 necessitated by the repair of existing equipment or the installation of new equipment.

PREMIUM COVERAGE INCLUDES: Filters, costs related to Freon recapture and window units.

All of the following coverages are available at the option of the Home Owner and cover only items

All of the following coverages are available at the option of the Home Owner and cover only items specifically labeled as "included" and are subject to all other provisions, limitations and exclusions in this Contract. Optional coverages are not available to Home Sellers.

A. KITCHEN REFRIGERATOR w/Ice Maker (Included in Diamond and Marquise plans only) INCLUDED: All components and parts, including integral freezer unit.

EXCLUDED: Racks - Shelves - Ice crushers, - Water and ice dispensers and their respective equipment - Water lines and valve to ice maker - Mini fridges - Wine coolers - Interior thermal shells - Freezers which are not an integral part of the refrigerator - Food spoilage - Door seals - Lighting and handles - Units moved out of the kitchen - Audio/visual components and internet connection equipment.

B. WASHER/DRYER PACKAGE (Included in Diamond and Marquise plans only)

Clothes Washer
INCLUDED: All components and parts.

EXCLUDED: Plastic mini-tubs - Soap dispensers - Filter screens - Knobs and dials Damage to clothing - Door seals.

Clothes Dryer INCLUDED: All components and parts.

EXCLUDED: Venting - Lint screens - Knobs and dials - Damage to clothing - Door seals.

C. LOW VOLTAGE WIRING (Included in Diamond and Marquise plans only)

INCLUDED: The Plan covers parts and labor costs for repairs of all fittings, splitters, outlets and other passive equipment for inside telephone wire and telephone jacks, inside cable wire and cable

outlets, and inside Internet wire and Internet connections, and is only available for Service Address with an electrical service entrance rated at or below 400 Amps, except:

EXCLUDED: Exclusions include, but are not limited to; Complex wiring such as Structured Wiring Panels, Wiring that is connected to or inside a recreational vehicle – Outside drop wiring – Initial installation of service and the installation of new jacks, new wiring or rewiring - Installation of additional wire beyond that which is required to be repaired to reestablish the functions of the products covered by this Agreement - Repair or replacement of customer and third party owned equipment - Running additional wiring through the walls

or "wall fishing."

D. PREMIUM COVERAGE UPGRADE (Included for Home Owner only in Diamond and Marquise plans) INCLUDED: This plan adds certain coverage to the heating, cooling, plumbing, and kitchen appliances that are otherwise excluded. Additional applicable coverages are labeled as "Premium Coverage Includes" in the Covered Systems and Components, Additional Coverage and Optional Coverage sections of this Contract.

E. ORANGEPLUS UPGRADE (Included for Home Owner only in Marquise plan)
INCLUDED: This plan includes coverage of building code violations up to \$250 in the aggregate per Contract Period - Includes coverage of building permits up to \$250 per occurrence - Increases toilet replacement of similar quality up to \$600 in the aggregate – Increases professional series appliances to \$2,500 in the aggregate - Removal of all defective equipment that is replaced by HWA under the terms of this Contract Improperly matched and/or installed systems defined as follows: HWA will repair or replace any Covered System and Components that fail or is identified due to an associated failure that was not properly matched in size or efficiency, and/or improperly installed prior to or during the Coverage Period, provided that it was unknown or could not be known to the Home Seller, Home Owner, real estate or other agent by a visual inspection or simple mechanical test prior to the Coverage Period Start Date.

F. RE-KEY Service

INCLUDED: Re-Key Up to 6 locks (including deadbolts) inside the main confines of your home or attached garage or unattached garage with up to 4 new Keys.

EXCLUDED: Repair or replacement of Door handles – Door knobs – Doors – Locks

LIMITATIONS: HWA will pay no more than \$750 in the aggregate during the Coverage Period for any improperly mismatched and/or unknown improper installation. If a service request is made pursuant to this Contract option, HWA reserves the right to request a copy of any visual or mechanical test that may have been performed by a home inspector or other licensed mechanical contractor. G. GARAGE DOOR OPENER (Included in Diamond and Marquise plans)

INCLUDED: All components and parts of the garage door opener.

EXCLUDED: Garage doors - Hinges and Springs - Infra-red sensors - Chains - Tracks - Rollers - Remote receiving/transmitting devices.

PREMIUM COVERAGE INCLUDES: Remote receiving/transmitting devices - Hinges and Springs.

H. STAND ALONE APPLIANCES This coverage is available for each additional Stand Alone Refrigerator, or Freezer.

INCLUDED: All components and parts, including integral freezer unit. EXCLUDED: Racks - Shelves - Ice crushers - Water and ice dispensers and their respective equipment - Water lines and valve to ice maker - Mini fridges - Wine coolers - Interior thermal shells - Freezers which are not an integral part of the refrigerator - Food spoilage - Door seals Lighting and handles - Units moved out of the kitchen - Audio/visual components and internet connection equipment.

LIMITATIONS: HWA will pay no more than \$1,000 in the aggregate during the Coverage Period

For repair or replacement on Stand Alone Freezer.

SEPTIC SYSTEM (Per Tank)/SEWAGE EJECTOR PUMP

INCLUDED: Aerobic pump, jet pump, sewage ejector pump, septic tank and line from house to tank.

EXCLUDED: Tile fields and leach beds, leach lines, lateral lines, insufficient capacity, cleanout, pumping (except if purchased under separate option), seepage pits.

LIMITATIONS: HWA will pay no more than \$500 in the aggregate during the Coverage Period.

WELL PUMP

INCLUDED: All components and parts of well pump utilized for main dwelling only.

EXCLUDED: Well casings - Pressure tanks - Pressure switches - Hoisting or removal - Piping or electrical lines leading to or connecting pressure tank and main dwelling - Holding or

storage tanks - Redrilling of wells.
LIMITATIONS: HWA will pay no more than \$1,500 in the aggregate during the Coverage Period.
K. SEPTIC TANK PUMPING

INCLUDED: If a stoppage is due to a septic tank back up, then HWA will pump the septic tank one time during the term of the plan. Coverage can only become effective if a septic certification was completed within 90 days prior to close of sale. HWA may require a copy of the certification prior to service dispatch.

EXCLUDED: The cost of gaining or finding access to the septic tank - The cost of sewer hook ups - Disposal of waste - Chemical treatments - Tanks - Leach lines - Cess pools - Mechanical

L. IN GROUND OR BUILT INTO A PATIO OR DECK POOL AND/OR SPA EQUIPMENT

IN CROUND OR BUILT INTO A PATIO OR DECK POOL AND/OR SPA EQUIPMENT

INCLUDED: Both pool and spa (including exterior hot tub and whirlpool) are covered if they utilize

common equipment - If they do not utilize common equipment, then only one or the other is covered

unless an additional coverage fee is paid - Coverage applies to all above ground components and

parts of the heating, pumping and filtration system - including pool sweep motors and timers.

EXCLUDED: Lights - Liners - Concrete encased above ground or underground electrical,

plumbing or gas lines - Structural defects - Solar equipment - Jets - Fuel storage tanks
Control panels - Control switches - Computerized Control Boards - Built in or detachable cleaning equipment - Ornamental fountains and other waterfall type equipment - Pool cover and related equipment - Booster Pump - Disposal filtration medium - Ionizers and Chlorinators – Skimmers – Fill line – Fill valves – Valve actuators – Turbo valves – Pop-up heads and similar

components. LIMITATIONS: HWA will pay no more than \$1,000 in the aggregate during the Coverage Period under this section.

M. SALT WATER POOL EQUIPMENT (This add-on coverage also includes Pool/Spa coverage detailed above)

INCLUDED: Circuit Board and Salt Cell

EXCLUDED: Salt

LIMITATIONS: HWA will pay no more than \$1,500 in the aggregate during the Coverage Period. N. HWA GREENPLUS UPGRADE

INCLUDED: If a Dishwasher, Refrigerator, Clothes Washer, Heating System (limited to Gas Furnace), or Water Heater breaks down and it cannot be repaired, HWA will replace as follows: the Dishwasher, Refrigerator and Clothes Washer with an ENERGY STAR Qualified product (subject to availability), including a unit with all other similar features as the existing one; the Heating System with a 90 percent efficiency model; and the Water Heater with a tankless water heater.

LIMITATIONS: HWA will pay no more than \$1500 for upgrade replacement of tankless water heater and will only be paid upon proof of replacement. Receipt for replacement must be obtained by HWA within Coverage period. No costs for modifications or alterations will be paid

for heating system.

O. External Water Line Repair

INCLUDED: Leaks or breaks due to normal wear and tear of the portion of the water service line that You own from the utility's point of responsibility or from Your well pump discharge line (excluding the casement/pitless adapter) to the inlet side of the water meter or shut-off valve of the Covered Property, up to a maximum aggregate limit of \$5,000 each Coverage Period (this limit includes the cost of any permits required to perform services under this Contract), and subject to the exclusions set forth herein. IF ORIGINAL PARTS ARE UNAVAILABLE OR MORE COSTLY, COMPATIBLE, AFTERMARKET, SUBSTITUTE, REMANUFACTURED OR RECYCLED PARTS MAY BE USED FOR THE REPAIRS. If a public sidewalk or street is required to be cut or excavated to conduct the repairs, the Plan will cover the costs to repair such section of the public sidewalk or street, up to a maximum aggregate limit of \$5,000 each Coverage Period.

aggregate limit of \$5,000 each Coverage Period.

EXCLUDED: Relocating any water meter at the time of repair, unless required by applicable law – trunk, dual or illegal lines that are connected to Your external water line - clogs or blockage of Your external water line - pressure switches, meter vaults, branch lines, storage or pressure tanks - main shut-off valves that are not leaking - moving any section of Your external water line unless necessary to complete a covered repair - removal of debris or obstacles needed to access and repair Your external water line - repairs required by any local, state or federal agency inspection, unless otherwise covered by this Contract - updates to non-leaking portion of Your external water Line to meet requirements of applicable law - movement or repair of buried wells at above ground, well equipment or well-related components - exterior water service line that branches off the main line (e.g. water systems for sprinklers, pools, hot tubs, and/or other outdoor systems) - any shared water line that ror sprinkiers, poois, not tubs, and/or other outdoor systems) - any shared water line that provides service to multiple properties, detached houses, secondary buildings or branch lines - service lines owned by any utility or connected to a commercial facility - repairing private paved, asphalt and/or concrete surfaces or structures - improper design, installation or settlement of Your external water line (e.g. bellied lines, back-pitched lines) - costs associated with opening and closing any portion of the Covered Property's foundation or slab to access Your external water line - thawing any frozen section of Your external water line.

External Sewer & Sontic Line Papair

P. External Sewer & Septic Line Repair INCLUDED: Leaks, blocks or breaks due to normal wear or tear or tree roots of the portion of the sewer service line You own from the utility's point of responsibility or from Your septic tank to the

public sidewalk or street up to a maximum aggregate limit of \$5,000 each Coverage Period (this limit includes the cost of any permits required to perform services under this Contract), and subject to the exclusions set forth herein and so long as the external sewer or septic line is in proper working order on the Coverage Period Start Date. IF ORIGINAL PARTS ARE UNAVAILABLE OR MORE COSTLY, COMPATIBLE, AFTERMARKET, SUBSTITUTE, REMANUFACTURED OR RECYCLED PARTS MAY BE USED FOR THE REPAIRS.

EXCLUDED: External sewer or septic line not connected to a public sewer system or Your septic tank - Common waste branch lines - External sewer or septic line not owned by You or damage related to the backup of sewers and drains caused by main sewer lines - Devices connected to Your external sewer or septic line, such as backflow preventers, clean outs, lift stations or pumps - Septic tank or its components or attachments, such as a pump or grinder - Moving any section of Your external sewer or septic line unless necessary to complete a covered repair - Removal of items necessary to access Your external sewer or septic line, such as debris, trash, rocks, cars or temporary structures - Non-conforming drain line, such as a basement or storm drain system, connected to Your external sewer or septic line Repairs required by any local, state or federal agency inspection, unless otherwise covered by this Contract – Updates to non-leaking portion or any free-flowing section of Your external sewer or septic line to meet requirements of applicable law - Interior pipes - service lines owned by the municipality/utility or connected to a commercial facility or multi-family homes - private paved, asphalt and/or concrete surfaces or structures - improper design or installation of Your external sewer or septic line (e.g. bellied lines, settlement, shearing at the foundation or back-pitched lines) - thawing any frozen section of Your external sewer or septic line.

All services, components and systems not specifically identified as "Included" in this Contract are hereby excluded even if not specifically identified.

- are nerepy excluded even it not specifically identified.

 A. If a Service Request is made pursuant to this Contract, HWA reserves the right to request a copy of any visual or mechanical test that may have been performed by a home inspector or other licensed mechanical contractor.

 B. The following are excluded from Listing Coverage for the Home Seller;

 1. Malfunction or improper operation due to rust of all systems and kitchen appliances, (including plumbing systems, heating systems, electrical systems, boilt-in wall units or heat number and/or air confidence systems.
- - heat pumps) and/or air conditioning systems/coolers or pools/spas. Collapsed ductwork.
- C. HWA is not responsible for replacement of a system or appliance lacking a visible Model or Serial number
- Problems cannot always be diagnosed and repaired on the first service visit. HWA is not liable for losses or damages resulting from misdiagnosis or delays in completing diagnosis or
- E HWA is not responsible for providing access to, or closing access from, any Covered Systems and Components which is concrete-encased or otherwise obstructed or inaccessible (including but not limited to beneath crawl spaces, floor coverings, systems, cabinets, etc.). HWA will pay no more than \$1,000 in the aggregate during the Coverage Period for Services on any Covered Systems and Components that are concrete encased or otherwise inaccessible or obstructed, subject to all other applicable limitations set forth in this Contract.
- F. At times it is necessary to open walls or ceilings to make repairs. The Authorized Repair Technician obtained by HWA will close the opening, provided it was not previously water damaged, and return to a rough finish condition, subject to the monetary limits of any Service or Covered System and Component. HWA is not responsible for restoration of any wall coverings, floor coverings, plaster, cabinets, counter tops, tilling, paint, or other surfaces. Similarly, HWA is not responsible for the repair of any cosmetic defects or performance of routine maintenance.
- G. Electronic or computerized energy management or lighting and appliance management systems are excluded.
- H. Services do not include the identification, detection, abatement, encapsulation or removal of services do not include the identification, detection, abatement, encapsulation or removal or asbestos, radon, gas, mold or other hazardous substances. If any hazardous materials are encountered in the course of performing the Services, the Authorized Repair Technician has no obligation to continue the work until such products or materials are abated, encapsulated or removed, or it is determined that no hazard exists (as the case may require). HWA shall have no obligation to arrange for and will have no liability for the removal of, failure to detect or contamination as a result of its failure to detect any asbestos, radon gas, mold or other hazardous products or materials. To protect against the potential hazards of lead-based paint, the U.S. Environmental Protection Agency (EPA) has implemented certain renovation requirements that may apply if a contractor disrupts certain painted surfaces. If the Services requirements that may apply if a contractor disrupts certain painted surfaces. If the Services require the Authorized Repair Technician to cut into your walls in order to access pipes and plumbing, the Authorized Repair Technician will be required to comply with EPA regulations,
- which may require an extension of time to complete the work.

 HWA is not responsible for consequential or secondary damage. This includes but is not limited to, repair of conditions caused by chemical or sedimentary build up, insect infestation, mold, mildew, or bacterial manifestations, misuse or abuse, failure to clean or maintain as specified by the equipment manufacturer, missing parts, structural changes, fire, freezing, electrical failure or surge, water damage, theft, intentional acts, riot, lightening, mud, earthquake, soil movement or soil settlement, storms, accidents, pest damage, Force Majeure Events (as defined below), failure due to excessive water pressure or any other perils are not
- considered loss or damage due to normal wear and tear.

 J. HWA IS NOT LIABLE FOR INDIRECT, CONSEQUENTIAL OR ECONOMIC DAMAGES FOR LOSS OR DAMAGES TO ANY PERSON OR PROPERTY ARISING FROM THE LOSS OF USE OR THE INABILITY TO USE THE EQUIPMENT TO THE EXTENT SUCH MAY BE DISCLAIMED BY LAW, AND YOU EXPRESSLY WAIVE THE RIGHT TO ALL SUCH DAMAGES.
- K. HWA has the sole right to determine whether any Covered Systems and Components will be repaired or replaced. Parts and replacements will be of similar or equivalent quality and efficiency to those being replaced subject to all other provisions, limitations and exclusions in this Contract. Where replacement equipment of identical dimensions is not readily available, HWA is responsible for providing installation of similar quality equipment but not for the cost of construction or carpentry made necessary by different dimensions. HWA is not responsible for upgrade or matching color or brand. During the Listing Period, and for the first 30 days of the Home Owner's Coverage Period, HWA is not liable for replacement of entire systems or appliances due to obsolete, discontinued or unavailability of one or more integral parts. However, HWA will provide reimbursement for the costs of those parts determined by reasonable allowance for the fair value of similar parts.
- HWA is not liable for repairs related to adequacy or capacity of Covered Systems and Components in the Covered Property; improper installation, design or previous repair of Covered Systems and Components; problems or failures caused by a manufacturer's defect. Unless the optional coverage for such is purchased, HWA is not liable for repairs related to costs of construction, carpentry, or other incidental costs associated with the alterations, modifications, or upgrades of all Covered Systems and Appliances or installation of different

equipment and/or systems. Also, unless the optional coverage for such is purchased, HWA is not responsible for providing upgrades, components, parts or equipment required due to the incompatibility of the existing equipment with the replacement system, appliance or component/part including but not limited to SEER standard, R-410A and/or 7.7 HSPF or higher compliant as well as any other efficiency mandated by federal, state, or local

- M. HWA is not liable for the repair or replacement of commercial grade equipment, systems or appliances. HWA shall pay no more than \$1,500 (\$2,500 when OrangePlus option is purchased) in the aggregate during the Coverage Period for professional series or similar appliances, including but not limited to, brand names such as Sub Zero, Viking, Bosch, JENN-AIR, GE Monogram, Thermador, etc., subject to all other provisions, limitations and exclusions in this Contract.
- N. HWA reserves the right to require a second opinion, which HWA shall obtain at its own cost.

 O. HWA is not liable for normal or routine maintenance. You are responsible for performing normal and routine maintenance. For example, You are responsible for providing maintenance and cleaning pursuant to manufacturers' specifications, such as periodic cleaning of heating and air conditioning systems, evaporator coils and condenser coils, as well as periodic filter replacement. HWA will not be responsible for repairs of systems or components arising from a manufacturer's defect or recall or while still under manufacturer's or distributor's warranties. HWA's responsibilities will be secondary to any other extended or in-home warranties that exist for the included systems, components and appliances.
- HWA is not responsible for removal and hauling away of old equipment or appliances, unless OrangePlus coverage has been purchased. Where available, you may choose to pay an additional fee by the Authorized Repair Technician for removal and/or disposal of an old system, component or appliance.
- Q. HWA reserves the right to offer cash back in lieu of repair or replacement in the amount of HWA's actual cost, which may be less than retail, to repair or replace any Covered Systems and Components.
- R. During the Listing Period, HWA will not pay for the repair or replacement of any Covered Systems and Components if they are inoperable as a result of pre-existing conditions, deficiencies and/or defects.
- S. HWA will not be the Authorized Repair Technician and HWA will not perform the Services hereunder. HWA will only subcontract with Authorized Repair Technicians that meet HWA's standards. You understand and agree that HWA: (i) is not liable for the negligence or the other conduct of the Authorized Repair Technician; (ii) is not an insurer of the Authorized Repair Technician's performance.
- T. Home Owner understands and agrees Home Owner's sole remedy under this Contract is recovery of the cost of the required repair or replacement, whichever is less. Home Owner understands and agrees that, in no event, will HWA's liability exceed \$5,000 per Covered System and Component or \$15,000 in the aggregate during the Coverage Period.

 U. BUILDING AND ZONING CODE REQUIREMENTS OR VIOLATIONS
- You understand and agree that HWA will not contract for: (i) services to meet current building or zoning code requirements or to correct for code violations (except when optional coverage is purchased and as set forth above); services when permits cannot be obtained. Further You understand and agree HWA will not pay for the cost to obtain
- permits (except when optional coverage for such is purchased and as set forth above). When required to maintain compatibility with equipment manufactured to be SEER standard, R-410A and/or 7.7 HSPF or higher compliant, HWA is not responsible for upgrade or additional costs or expenses that may be required to meet current building or zoning code requirements or correct for code violations. This includes but is not limited to: city, county, state, federal and utility regulations and upgrades required by
- V. Listing Coverage under this Contract is not available to an owner of investment and/or rental properties.

A. DISPUTE RESOLUTION; VENUE; WAIVER OF JURY TRIAL; GOVERNING LAW; FAILURE TO ENFORCE NOT WAIVER; FORCE MAJEURE

- It is the intent of both parties to resolve any disputes through negotiation between You and HWA. The parties will attempt in good faith to resolve through negotiation any dispute, claim or controversy arising out of or relating to this Contract. Either party may initiate negotiations by providing written notice to the other party, setting forth the subject of the dispute and the relief requested. The parties will respond to any initial and subsequent requests in a timely and
- The parties further agree that in the event any dispute between them relating to this Contract is not otherwise resolved, exclusive jurisdiction shall be in the trial courts located within the jurisdiction in which the Covered Property is located, any objections as to jurisdiction or venue in such court being expressly waived.

 3. BOTH PARTIES HEREBY IRREVOCABLY WAIVE ALL RIGHT TO TRIAL BY JURY IN
- ANY ACTION, PROCEEDING OR COUNTERCLAIM (WHETHER BASED UPON CONTRACT, TORT OR OTHERWISE) ARISING OUT OF OR RELATING TO THIS CONTRACT OR THE ACTIONS OF THE PARTIES IN THE NEGOTIATIONS, ADMINISTRATION, PERFORMANCE OR ENFORCEMENT HEREOF.
- Unless otherwise required by the laws of the state where the Covered Property is located, this Contract shall be governed, construed and enforced in accordance with the laws of the State of
- Texas without regard to principles of conflicts of law.

 ANY LEGAL OR JUDICIAL PROCEEDING COMMENCED BY OR ON BEHALF OF YOU UNDER THIS CONTRACT (INCLUDING THE ASSERTION BY YOU OF ANY COUNTERCLAIM, REGARDLESS OF WHETHER THE UNDERLYING PROCEEDING IN WHICH SUCH COUNTERCLAIM IS BEING ASSERTED WAS COMMENCED BY OR ON BEHALF OF PLAINTIFF) WILL TAKE PLACE ON AN INDIVIDUAL BASIS CLASS ACTIONS, COLLECTIVE ACTIONS AND OTHER SIMILAR REPRESENTATIVE PROCEEDINGS OF ANY KIND OR NATURE (WHETHER PURSUED THROUGH THE COURTS, THROUGH ARBITRATION OR THROUGH ANY OTHER JUDICIAL FORUM) ARE NOT PERMITTED. BY ENTERING INTO THIS CONTRACT YOU UNDERSTAND AND AGREE THAT YOU MAY BRING CLAIMS AGAINST HWA OR ITS AFFILIATES ONLY IN YOUR INDIVIDUAL CAPACITY, AND MAY NOT BRING CLAIMS AGAINST HWA OR ITS AFFILIATES AS A PLAINTIFF OR CLASS MEMBER IN ANY PURPORTED CLASS ACTION, COLLECTIVE ACTION OR OTHER REPRESENTATIVE PROCEEDING.

 6. Any failure by HWA to assert a right or enforce a requirement under this Contract shall not be deemed a waiver of that or any other right or requirement and shall not preclude HWA from asserting any wight representative.
- asserting any right or enforcing any requirement at any time.
- 7. HWA will make commercially reasonable efforts to fulfill its obligations under this Contract. Certain causes and events that are out of HWA's reasonable control ("Force Majeure Events") may result in HWA's inability to perform under this Contract. If HWA is unable to

perform its obligations, in whole or in part, due to a Force Majeure Event, then HWA's obligations shall be suspended to the extent made necessary by such Force Majeure Event, and in no event shall HWA be liable to You for its failure to fulfill its obligations or for damages caused by any Force Majeure Event. Force Majeure Events include, but are not limited to acts of God, fire, war, flood, earthquake, hurricanes, tornadoes, and other natural disasters, acts of terrorism, acts of any governmental authority, accidents, strikes, labor troubles,

acts of terrorism, acts or any governmental authority, accidents, strikes, labor troubles, shortages in supply, changes in laws, rules or regulations of any governmental authority, and any other cause beyond HWA's reasonable control.

B. NOTICE CONCERNING PERSONALLY IDENTIFIABLE INFORMATION ("PII")

For purposes of this Section only, "HWA", "We", "Us", and "Our" shall also include any Related Company, A "Related Company" includes, without limitation, any current or future franchisor, franchisee, licensee, parent company, subsidiary, third party, or affiliate of the brands (including Direct Energy) that We operate under. PII includes any information that You have shared with Us or that We have collected in the course of providing Our services to You, that may be used to specifically identify or contact You, such as Your name, mailing address, email address(es), phone number(s), or fax number. The PII You submit will generally be used by Us to carry out Your requests, improve services, or for other legitimate business purposes, including marketing Your requests, improve services, or for other legitimate business purposes, including marketing purposes. Your PII may be added to Our customer database used by Us or a Related Company for general promotions, contests, special events, etc. ("Programs") regarding Our or a third party's products and services. These Programs may be made available through efforts of an affiliated or unaffiliated business. Your PII may be shared with third parties in the following instances: (i) to allow vendors to perform functions on Our behalf (ii) to allow third parties to contact You for marketing, and (iii) for any other legitimate business purpose. By using Our products and services, or by submitting Your PII to Us. You are consenting to the terms of this notice and Our privacy policy located at www.HWAHomeWarranty.com/privacy. By entering into this Contract, or by submitting Your PII to Us, You are consenting to the terms of this notice and Our privacy policy located at www.HWAHomeWarranty.com/privacy. If You would like to limit Our use of Your PII as described above, You may request so in writing at Direct Energy/Home Warranty of America, 12 Greenway Plaza, Ste 250, Houston, TX 77046, Attn: Privacy Officer, c/o Compliance Department

or by email at privacy@directenergy.com. C. ASSIGNMENT & TRANSFER OF CONTRACT

- If the Covered Property is sold during the Coverage Period You may transfer this Contract to the new owner by notifying HWA by phoning 1-888-HWA-RELY. In order to transfer the coverage of the Covered Property to the new owner, you must inform Us of the change in ownership and provide the name of the new owner. A copy of the Contract is available upon request.
- 2. HWA may assign this Contract, in whole or part, or any of its rights and obligations hereunder without Your consent, to the fullest extent allowed by law. Upon such assignment, You understand and agree that HWA shall have no further obligation to You. Except as set forth above, this Contract is not assignable by You without HWA's prior written consent.

 D. MULTIPLE UNITS AND INVESTMENT PROPERTY

- 1. If this Contract is for a duplex, triplex, or fourplex dwelling, for coverage to apply to common systems and appliances, then every unit within such dwelling must be covered by an HWA contract with applicable optional coverage.
- 2. If this Contract is for a property within a multiple unit of 5 or more dwellings, then only items contained within the confines of each individual property are covered. Common systems and appliances are excluded. This coverage is not available in Listing Coverage for Home Sellers
- Except as otherwise provided in this section, common systems and appliances are excluded.
 E. CANCELLATION

HWA cannot cancel this Contract, except for:

1. Nonpayment of Contract fees; or

- Fraud or misrepresentation of facts material to the issuance of this Contract. Cancellation may be made by You at anytime. If You cancel within the first 30 days of the Coverage Period, and no service request has been made, You are entitled to a full refund of the cost of this Contract less a cancellation fee of the lesser of \$30 or 10% of the Contract fee. The right to void this Contract within the first 30 days is non-transferrable and is available only to the original purchaser of the Contract.
 - If HWA cancels this Contract or if You cancel this Contract after the first 30 days of the Coverage Period, then You shall be entitled to a pro rata refund of the paid Contract fee for the unexpired term, less an administrative fee of the lesser of \$30 or 10% of the Contract fee, and any actual service costs incurred by HWA. If Listing Coverage is canceled after service has been performed, and the Contract fee has not yet been paid, You will be responsible for purchase of the Contract, or reimbursement to HWA of service costs incurred, whichever is less.
- F. The purchase of this coverage is not mandatory and similar coverage may be purchased through another residential service or insurance company
- G. HWA will provide You with written notification of any material changes to this Contract 45 day in advance of the implementation of such changes. Notice may not be provided to You when changes are favorable to You or when changes are mandated by a regulatory agency. After notice of a material change, You may terminate this Contract by providing written notice within the 45-day period prior to the effective date of the change. If You do not respond prior to the expiration of the 45-day period, the change will be deemed accepted by You. It is understood that HWA WILL NOT BE THE SERVICE PROVIDER and HWA WILL NOT BE PERFORMING the actual repair of any such systems or components.
- H. NOTICE: THIS COMPANY PAYS PERSONS NOT EMPLOYED BY THE COMPANY FOR THE SALES, ADVERTISING, INSPECTION, OR PROCESSING OF A RESIDENTIAL SERVICE CONTRACT UNDER TEXAS OCCUPATIONS CODE §1303.304.
- I. NOTICE: THIS CONTRACT IS ISSUED PURSUANT TO A LICENSE GRANTED BY THE TEXAS REAL ESTATE COMMISSION, AND COMPLAINTS IN CONNECTION WITH THIS CONTRACT MAY BE DIRECTED TO THE COMMISSION AT P.O. BOX 12188, AUSTIN, TX 78711, (512) 936-3049.

 J. NOTICE: YOU, THE BUYER HAVE OTHER RIGHTS AND REMEDIES UNDER THE TEXAS
- DECEPTIVE TRADE PRACTICES-CONSUMER PROTECTION ACT WHICH ARE IN ADDITION TO ANY REMEDY WHICH MAY BE AVAILABLE UNDER THIS CONTRACT. FOR MORE INFORMATION CONCERNING YOUR RIGHTS, CONTACT THE CONSUMER PROTECTION DIVISION OF THE ATTORNEY GENERAL'S OFFICE, YOUR LOCAL DISTRICT OR COUNTY ATTORNEY OR THE ATTORNEY OF YOUR CHOICE.

Signature			

Applicant Information If placing your order by phone or online, have information ready. [Call for pricing if over 5,000 sq. ft.] Applicant first and last name Covered property address CityStateZip				13-Month Home warranty		
Mailing Address (if different)				. I have been offered a Home Warranty of America home warranty for my home and		
CityStateZip						
PhoneEmail				☐ Buyer's Coverage date of closing ☐ Seller's Coverage		
Order DatePhone/V	Veb Confirm	ation #		☐ Decline benefits of this coverage. Signature		
Real Estate Agent Information Initiating agent name				Waiver Purchase of this coverage is not mandatory. Applicant has reviewed the home warranty plan and hereby declines coverage. Applicant agrees to hold the real estate broker and agent harmless in the event of a subsequent mechanical failure which otherwise would have been covered under the warranty plan.		
Who do you represent? ☐ Buyer ☐ Seller				Closing Information (if available)		
Company NamePhone #						
Email				Closing companyClosing agent		
Other Party's Agent				Phone #Closing #		
Buyer's Coverage Levels	Gold \$475	Diamond \$550	Marquise \$590	Optional Coverage		
Trade Call Fee per occurrence or actual cost, whichever is less	\$60	\$75	\$100	Seller's Coverage		
Covered Items*				☐ FREE Coverage		
Unknown Pre-Existing Conditions	√	√	√	(Except for Heating/Cooling/Ductwork, OrangePlus, Premium Upgrade, SEER/R-410A		
Unknown Insufficient Maintenance	√	√	√	Modifications, Unknown Pre-Existing Conditions or Insufficient Maintenance		
Heating System/Furnace	√	√	√	\$50 Optional Seller's Coverage		
Air Conditioning System/Cooler	√	√	√	Heating/Cooling/Ductwork		
Ductwork	√	√	√	Optional Buyer's Coverage Add on to All Plans:		
Plumbing System	√	√	√	□ \$70 GreenPlus		
Stoppages/Clogs	√	√	√	Covered system or appliance will be replaced with an ENERGY STAR qualified product		
Permanent Sump Pump	√	√	√	Dishwasher, Refrigerator and Clothes Washer		
Water Heater Including Tankless		√	√	Heating System replacement with 90% efficiency model		
Instant Hot Water Dispenser		√	√	Water Heater replacement with Tankless Water Heater		
Whirlpool Bath Tub	√	√	√	□ \$80 External Water Line Repair		
Electrical System	√	√	√	\$195 External Water Line + Sewer & Septic Line Repair		
Ceiling Fans and Exhaust Fans	√	√	√	S190 Pool/Spa Combo		
Door Bells, Burglar & Fire Alarm Systems		√	√	☐ \$190 Additional Pool or Spa ☐ \$410 Salt Water Pool (Includes Pool/Spa Combo)		
Central Vacuum	√	√	√	\$100 Well Pump		
Dishwasher	√	√	√	□ \$75 Septic System/Sewage Ejector Pump		
Garbage Disposal	√	√	√	S75 Septic Tank Pumping		
Built-In Microwave	√	√	√	S35 2nd Refrigerator		
Range/Oven/Cooktop	√	√	√	□ \$50 Freezer—Stand Alone		
Trash Compactor	√	√	√	Add on to Gold or Diamond:		
†Subterranean Termite Treatment	√	√	√	□ \$75 OrangePlus***		
SEER/R-410A Modifications		√	√	Add on to Gold:		
Garage Door Opener		√	√	□ \$50 Kitchen Refrigerator w/Ice Maker		
Kitchen Refrigerator w/ Ice Maker**		√	√	\$85 Washer/Dryer Package		
Washer/Dryer Package**		√	√	□ \$20 Garage Door Opener		
Premium Upgrade***		√	√	□ \$60 Premium Upgrade***		
Telephone Line Coverage		√	√	Townhome/Condo /Mobile Home ☐ Gold \$470 ☐ Diamond \$540 ☐ Marquise \$580		
Re-Key		√	√	Multiple Flats/Duplex/New Construction or over 5,000 sq. ft.		
OrangePlus***			√	Call 888.492.7359 For Pricing		
***Premium Upgrade Includes coverage for over 30 items traditionally not covered by basic home warranty plans:				Plan Cost select coverage level ☐ Gold \$475 ☐ Diamond \$550 ☐ Marquise \$590		
Water heater – sediment build-up Plumbing—Fixtures, faucets, shower heads				Total Optional Seller's Coverage \$		
Plus over 25 more items!				Total Optional Buyer's Coverage \$		
***OrangePlus Coverage				Grand Total Coverage \$		

- Includes code violations/permits up to \$250
- Increased professional series appliances up to \$2,500
- Removal of defective equipment
- Increases toilet replacement up to \$600
- Covers improperly matched and/or installed systems

†Subterranean service fee is \$200

**See contract for specific coverage on components and parts.

**Includes applicable sales tax for refrigerator and washer/dryer options at noted prices with Gold Plan, and sales taxes for refrigerator and washer/dryer of \$62 bundled value with Diamond and Marquise Plan.

 $\textit{The fee for this warranty is to be paid at closing and includes all fees payable to \textit{HWA}^{\texttt{IM}} \textit{for service} \textit{ and plan administration per the all fees payable} \textit{ to HWA}^{\texttt{IM}} \textit{ for service} \textit{ and plan administration per the all fees payable} \textit{ to HWA}^{\texttt{IM}} \textit{ for service} \textit{ and plan administration per the all fees payable} \textit{ to HWA}^{\texttt{IM}} \textit{ for service} \textit{ and plan administration per the all fees payable} \textit{ to HWA}^{\texttt{IM}} \textit{ for service} \textit{ and plan administration per the all fees payable} \textit{ to HWA}^{\texttt{IM}} \textit{ for service} \textit{ and plan administration per the all fees payable} \textit{ to HWA}^{\texttt{IM}} \textit{ for service} \textit{ and plan administration per the all fees payable} \textit{ to HWA}^{\texttt{IM}} \textit{ for service} \textit{ and plan administration per the all fees payable} \textit{ to HWA}^{\texttt{IM}} \textit{ for service} \textit{ and plan administration per the all fees payable} \textit{ to HWA}^{\texttt{IM}} \textit{ for service} \textit{ and plan administration per the all fees payable} \textit{ to HWA}^{\texttt{IM}} \textit{ for service} \textit{ and plan administration per the all fees payable} \textit{ to HWA}^{\texttt{IM}} \textit{ for service} \textit{ and plan administration per the all fees payable} \textit{ to HWA}^{\texttt{IM}} \textit{ for service} \textit{ and plan administration per the all fees payable} \textit{ to HWA}^{\texttt{IM}} \textit{ for service} \textit{ and plan administration per the all fees payable} \textit{ to HWA}^{\texttt{IM}} \textit{ for service} \textit{ and plan administration per the all fees payable} \textit{ to HWA}^{\texttt{IM}} \textit{ for service} \textit{ and plan administration per the all fees payable} \textit{ to HWA}^{\texttt{IM}} \textit{ for service} \textit{ and plan administration per the all fees payable} \textit{ for service} \textit{$ plan's service agreement. This Home Warranty is subject to terms and conditions.

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