



CRAST INC. DBA America's First Choice Home Club, (hereafter "AFC") is a corporation organized under the laws of the state of Georgia.

THIS IS NOT A PRODUCT OF INSURANCE: Obligations of the provider under this service contract are backed by a contractual liability insurance policy issued by Lexington National Insurance Corporation, located at 11426 York Road, 2nd Floor; Cockeysville, MD 21030. If the provider fails to pay or provide service on a claim within sixty (60) days after proof of loss has been filed, you are entitled to make a claim directly against the insurance company.

Diamond Membership

A. COVERAGE OVERVIEW

Systems and components mentioned as "Covered" in the terms and conditions of this membership will be included for coverage so long as the systems and components meet the following criteria:

1. Your membership term (the dates that your membership is in effect), your membership fee, your Diagnostic Fee, and your equipment, systems, and appliances covered under this membership, are set forth in your coverage details. The first 30 days following the purchase date (the date upon which AFC receives initial payment) constitute the waiting period (see #5 below). Coverage becomes effective on the 31st day after the membership's purchase date and continues through the expiration date shown on the Declaration Page. Any service request(s) placed after the expiration date listed on the declaration page will be denied unless the membership has been renewed prior to the expiration date.
2. All covered items must have been in good working order upon the effective date of the membership. "Mechanical failure" occurs when a covered item becomes inoperable and unable to perform its designed function, subject to the limitations and conditions set forth herein. Current systems and appliances covered must be located inside the main foundation (except for pool/spa, well pump and air conditioner), and must be in proper working order on the effective date of this home warranty membership. They must have been maintained as specified by manufacturer's requirements and recommendations. They must have been properly sized and installed to meet federal, state, and local regulations as well as manufacturer specifications and industry codes and standards. Known or unknown pre-existing conditions are not covered. This coverage is for one appliance/system unless otherwise stated below.
3. This membership covers single-family homes (including manufactured homes), new construction homes, condominiums, townhomes, and mobile homes under 5,000 square feet, unless the appropriate fee is applied and paid. Coverage is for occupied

property that is owned or rented, not commercial property or premises converted into a business. This membership describes the basic coverage and options available. Coverage is subject to limitations and conditions specified in this membership. Please read your membership carefully.

4. The current systems and units in your home all have different life expectancy, and your membership is designed to help them reach their life expectancy. Your membership aims to provide some protection for out-of-pocket repair expenses. Coverage is not all-inclusive, and there may be situations in which you (the homeowner) will need to pay additional costs for parts or services not covered by the membership plan.

5. Unless you are a renewing Member, you will have a 30-day review period from the date of purchase. During this time, no service requests can be accepted, nor will any failures that occur during this time or prior to purchase of the membership be covered. During this time, it is the Member's responsibility to review the Declaration Page and make sure all information is correct. It is the Member's responsibility to inform AFC if documentation is not received within 7-10 business days. AFC will not be held responsible for the Member's failure to notify AFC of unreceived paperwork. If the Member does not notify AFC to resend the membership packet, all guidelines will be held to the version published online at afchomeclub.com. To make changes to an account, please call 1-866-242-0629.

B. SERVICE REQUESTS

SHOULD YOU NEED SERVICE, PLEASE READ YOUR COVERAGE CAREFULLY AND SUBMIT YOUR REQUEST THROUGH www.afchomeclub.com OR BY CALLING 770-973-2400.

1. The Member or authorized persons must notify AFC of any breakdown immediately upon discovery, which must occur during the membership term. AFC will accept service requests online 24 hours a day and 7 days a week. Throughout the service effort, AFC urges Members to take reasonable measures to prevent secondary damage (ex. turning off water to the home in the case of a major leak, discontinuing use of faulty items once breakdown is noticed, calling emergency services if necessary, etc.)
2. Upon request for service, AFC will initiate service within twenty-four (24) hours. Once a technician agrees to visit the home for service, Members will receive their contact information via phone, SMS text message, and/or email. In some circumstances, it may take more than forty-eight (48) hours for a technician to accept the request.

AFC is not an emergency service and will be closed on nationally recognized holidays, resulting in delayed service request assignments. If you experience an emergency and AFC is unavailable, please take all reasonable measures to ensure the safety of your home and its occupants. Members who request AFC to perform non-emergency service outside of normal business hours will be responsible for payment of any additional fees and/or overtime charges and trip fees.

2.1 The Member will be responsible for the Diagnostic Fee (sometimes called a service fee), which is listed on the membership Declaration Page. The Diagnostic Fee applies to each item inspected by an AFC-approved technician and is payable directly to AFC or the technician.

3. AFC has the sole and absolute right to select the technician to perform the service. AFC will not reimburse for services performed without prior approval and service-request-number verification.

3.1 All members have the option to obtain their own technician. Your request for service must be submitted to AFC via phone call or online. At this time, you will have the option to “request to use own technician.” All service requests must be approved prior to approving the repair. All approved technicians are required to be licensed and insured.

3.2 All repairs approved and paid by AFC are guaranteed for the life of the membership term.

4. AFC requires the make, model, and serial number located on the appliance/system prior to service. In some cases, this can be found on the inspection report. If the technician is not able to locate such information or it is no longer visible, AFC will not accept a request on said appliance or system. It will not be a covered item.

4.1 Some appliance/system brands require “factory-certified technicians;” in these cases, AFC cannot be held liable for possible delays in service or diagnosis.

C. COVERED ITEMS

Appliances

AFC will pay up to \$3,000 per item per membership term for access, diagnosis, repair, or replacement unless otherwise stated in the item's specific terms or in the Limitations of Liability section below.

NOTE: AFC shows examples of “not-covered” components to assist with your understanding of this membership; examples are not exhaustive. It is important to review Limitations of Liability below and any optional coverage items on your declaration page.

1. OVEN/RANGE/COOKTOP (Gas or Electric; Built-In or Freestanding)

COVERED: All components and parts. Double ovens that share parts are both covered, double ovens that do not share parts require an additional fee for coverage.

NOTE: AFC will pay up to \$150.00 for the range exhaust.

2. CLOTHES DRYER

COVERED: All components and parts.

3. CLOTHES WASHER

COVERED: All components and parts.

4. DISHWASHER

COVERED: All components and parts.

5. KITCHEN REFRIGERATOR

COVERED: All components and parts.

6. KITCHEN REFRIGERATOR ICEMAKER

COVERED: All components and parts. ICE MAKER

NOTE: AFC will pay up to \$300.00 for the ice maker per membership term.

7. GARBAGE DISPOSAL

COVERED: All components and parts.

NOTE: AFC will pay up to \$150.00 per membership term.

8. BUILT-IN MICROWAVE

COVERED: All components and parts.

NOTE: AFC will pay up to \$500.00 per membership term.

9. GARAGE DOOR OPENER

COVERED: All components and parts of 2 units.

NOT COVERED: Door, Track or Spring Assembly.

NOTE: AFC will pay up to \$500.00 per membership term.

NOT COVERED ITEMS ON APPLIANCES: Portable units, mini-refrigerators, wine coolers, under counter refrigerators, countertop units, insulation, doors, glass, handles, refrigerator water lines, ice crushers, beverage dispensers, plastic mini tubs, baskets, drums, venting, damage to clothing, overloading, parts that do not affect the functionality of the equipment.

Systems

AIR CONDITIONING AND HEATING NOTE: Coverage applies to two (2) main source of air conditioning and two (2) main source of heating. Coverage applies to up to 5 (five) ton capacity, electric units below 21 SEER, and designed for residential use. AFC will pay to repair or replace the item per membership term for access, diagnosis, repair, or replacement unless otherwise stated in the item's specific terms, maintenance agreement section or in the Limitations of Liability section below.

NOTE: AFC will pay up to \$150.00 aggregate for code upgrades or modifications per membership term.

1. AIR CONDITIONING AND HEATING SYSTEM

COVERED: All components and parts of the following systems: ducted, central, electric, split and package units, forced air (gas, electric, oil), wall-mounted units, mini-splits, heat pumps, thermostats, condenser fan motors, compressors, condensers, coils, capacitors, relays, contactors, pressure switch, thermistor, transformers, defrost boards, blower motors, inducer motors, heating elements, igniters, ignition module, burner assembly, thermocouple.

NOT COVERED: Window units, portable units, chiller systems and components, geothermal components, oil-based boiler systems, solar heating systems, fireplaces and key valves, radiant cable heat, heat lamps, humidifiers, outside or underground piping, standard or electronic filters, computerized HVAC management systems or zoned controllers, flues and vents, roof jacks or stands, condenser casings, condensate pans, condensate line stoppages, pad or pad frames, automatic or manual dampers, refrigerant recapture and disposal, and air conditioning with improperly sized systems, hard-start kits, heat exchangers, maintenance.

NOTE: AFC will pay up to \$25.00 per pound for refrigerant, limited

to 10 lbs. per occurrence and one occurrence per membership term.

NOTE: Standard thermostat shall not exceed cost of \$80.00. Limited to one thermostat per membership term.

2. DUCTWORK

COVERED: All standard ductwork throughout the residence, attachments to HVAC units.

NOT COVERED: Improperly sized ductwork/duct system, crushed ductwork.

NOTE: AFC will pay up to \$150.00 per membership term.

3. WATER HEATER (Gas and/or Electric)

COVERED: Gas or electric water heaters up to 75 gallons, including tankless water heaters, thermostat assembly parts and components, heating elements burner assembly, gas valve, drain valve, relief valve, circulating pump.

NOT COVERED: Solar water heaters and associated components and plumbing, vents, flues, Auxiliary storage or expansion tanks, noise caused by sediment, corrosion, drip pans, multi-valve manifolds, water heater pump attachment.

4. INTERIOR ELECTRICAL

COVERED: Interior wiring, panel and sub-panels, circuit breakers.

NOT COVERED: Low-voltage wiring, DC wiring, circuit overload, inadequate wiring, aluminum wiring, faceplates, fixtures, switches, wire tracing, power outages, troubleshooting, modifications, code violations.

Note: AFC will pay up to \$500 in aggregate per 12-month period for electrical services in this section. This period starts on the membership effective date.

Note: AFC will pay up to \$150 per 12-month period for electrical outlets.

5. PLUMBING SYSTEMS AND STOPPAGES

COVERED: Visible interior leaks and breaks of water supply pipes, drain, vent, and waste lines; dishwasher supply line; toilet tanks/bowls (replaced with white builder's grade as necessary); toilet wax ring seals; flush valve; refill tube; ballcock; flapper; fill valve; overflow tube; diverter angle stops; hose bibs; p traps; faucet; unobstructed access to stoppage within the confines of the home from the access point (via snaking system i.e. sewer drain snake). AFC will provide access to plumbing systems through unobstructed walls, ceilings, or floors, and will cover up to \$250.00 to return the access opening to a rough finish condition—this amount will be deducted from the plumbing limit.

NOT COVERED: Piping failure or stoppage which includes collapsed piping, freezing or damage from roots; foreign objects; gas leaks; slab leaks; polybutylene, quest, or galvanized plumbing and drains; flange; valves; bathtubs; shower enclosures and glass; base pans; sinks; toilet lids and seats; cracks; whirlpool jets and control panel; water softeners; pressure regulators; inadequate or excessive water pressure; leak searches; inaccessible cleanouts or cost of installing cleanouts; faucet installation; hydro jetting; camera snaking.

Note: AFC will pay up to \$500 in aggregate per 12-month period for plumbing services in this section. This period starts on the membership effective date.

Note: AFC will pay up to \$300 per membership term for plumbing stoppages. This amount is deducted from the aggregate plumbing limit mentioned directly above.

Note: AFC will pay up to \$150 per 12-month period for faucets. This amount is deducted from the aggregate plumbing limit mentioned above.

6. CEILING/EXHAUST/ATTIC FAN

COVERED: All components and parts

NOTE: AFC will pay up to \$150.00 per membership term.

OPTIONAL COVERAGE

Unless the Declaration Page indicates that one or more of the following optional coverage item(s) was purchased, the following components are not included for coverage under this membership. Only one unit of each appliance/system is covered unless otherwise listed. Optional coverage may be purchased up to 30 days after the beginning of the membership without an inspection, with a new 30-day waiting period from the date at which the optional coverage item was purchased. After the 30th day, optional coverage may be purchased once an inspection is performed (at Member's expense) and the inspection results are approved by AFC. Optional coverage, regardless of date of purchase, will continue only through the membership term.

1. IN-GROUND POOL/SPA EQUIPMENT (Saltwater/Chlorinated)

COVERED: Both the in-ground pool and spa equipment are covered if they use common equipment. If they have separate pump and filtration systems, then only one is covered unless an additional fee is paid. Coverage applies to accessible working components and parts of the pumping system: main pool pump, primary heater, motor, gaskets, blower, timer, valves (limited to back flush, actuator, check, 2-way, and 3-way valves), relays and switches, pool sweep motor and booster pump, above-ground plumbing pipes and wiring that are associated with primary pump and filter.

NOT COVERED: Filters, saltwater filtration/osmosis, salt water components, control panels, electronic boards, lights and solar equipment, liners, maintenance, housing and related equipment, structural defects, inadequate pressure, jets, ornamental fountains, waterfalls, and their pumping systems, above-ground/portable pools or spas built into decking.

NOTE: AFC will pay up to \$500.00 per covered request.

Limits reset annually. Annually is defined as 12 calendar months from the membership effective date.

2. WELL PUMP (Main Source of Water to the Home)

COVERED: Pump, drive coupling and cap, air volume control, flow kit control, foot valves, torque arrestor.

NOT COVERED: Holding or storage tanks, digging, locating pump, pump retrieval, re-drilling of wells, well casings, pressure tanks, pressure switches and gauges, check valve, relief valve, drop pipe, piping or electrical lines leading to or

OPTIONAL COVERAGE (CONTINUED)

3. SUMP PUMP

COVERED: Sump pump for groundwater that is permanently installed within the foundation of the home or attached garage.

NOT COVERED: Grey water, sewage ejector pumps, portable pumps, backflow preventers, check valves, piping modifications for new installs.

NOTE: AFC will pay up to \$500.00 per membership term.

4. CENTRAL VACUUM

COVERED: All mechanical system components and parts.

NOT COVERED: Accessories or hoses, removable attachments, clogged pipes and maintenance related breakdowns. AFC is not responsible for the cost of gaining access to or closing access from the floor or walls either to locate the cause of malfunction or to affect repair or replacement.

NOTE: AFC will pay up to \$150.00 per membership term.

5. STAND ALONE FREEZER

COVERED: All parts and components that affect the operation of the unit.

NOT COVERED: Ice makers, crushers, dispensers or related equipment; internal shell; racks, shelves, or glass displays; lights; knobs, caps or dials; condensation pans; clogged drains or lines; grates; food spoilage; freon; disposal and recapture of freon; door seals or gaskets; door hinges or handles.

NOTE: AFC will pay up to \$500.00 per membership term.

6. SECOND REFRIGERATOR

COVERED: All components and parts.

NOT COVERED: Insulation; doors; refrigerator water lines; removable parts; ice crushers; beverage dispensers; refrigerant recapture, reclaim or disposal; ice maker unless additional fee is paid and item is listed in additional coverage on declaration page.

NOTE: AFC will pay up to \$500.00 per membership term.

7. DOUBLE OVEN

COVERED: All components and parts, for the second portion of a double oven.

NOT COVERED: insulation, doors, glass, handles, removable parts that do not affect the functionality of the equipment such as racks, shelves, etc.

NOTE: AFC will pay up to \$500.00 per membership term.

8. SEPTIC SYSTEM

COVERED: Sewage ejector pump, jet pump, aerobic pump.

NOT COVERED: Tank, line from house, leach lines, field lines, lateral lines, tile fields and leach beds, insufficient capacity, clean out, pumping, grinder pump.

NOTE: AFC will pay up to \$500.00 per membership term.

9. HOT WATER DISPENSER

COVERED: All components and parts.

NOT COVERED: Rust, mold, corrosion, leaks or breaks of any kind.

NOTE: AFC will pay up to \$150.00 per membership term.

10. ROOF LEAK REPAIR (Single-family homes only)

COVERED: Roof leaks.

NOT COVERED: Porches, patios, cracked or missing material, metal roofs, eco-roofs; camwood shakes, masonite shingles, gutters, downspouts, items penetrating the roof (such as skylights, chimneys, and vents), roof-mounted installations (such as solar panels) and leaks associated with their attachments to the roof.

NOTE: AFC will not dispatch a roofer to the property. You have the right to obtain your own roofer and submit the invoice for review.

NOTE: AFC will pay up to \$250.00 per membership term.

D. LIMITATIONS OF LIABILITY

1. The following are not covered during the membership term: (i) malfunction or improper operation due to rust or corrosion of any system or appliance, (ii) collapsed ductwork, (iii) known or unknown pre-existing conditions.
2. AFC does not cover secondary damage from a non-covered item. If failure of a covered part is caused by the malfunction of a non-covered item, the resulting damage will not be approved or included for coverage.
3. AFC is not responsible for the repair of cosmetic defects, the performance of routine maintenance or refrigerant recapture, reclaim, or disposal.
4. Electronic or computerized energy management systems, lighting and appliance management systems, or solar components and equipment are not covered.
5. AFC is not liable for service involving hazardous or toxic materials including, but not limited to: mold, carbon monoxide, lead paint, or asbestos, nor costs or expenses associated with the recovery, recycling, reclaiming or disposal of refrigerant. AFC is not liable for any failure to obtain timely service due to conditions beyond its control, including, but not limited to, labor difficulties or delays in obtaining parts or equipment.
6. If the membership is financed and the service request exceeds the total amount currently paid, the Member must pay the remaining balance before repairs can proceed. If monthly payments for the membership are past due, the Member will be subject to a \$10.00 late fee. If the membership is cancelled, the Member is responsible for the total amount of claims paid by AFC, and this amount will be deducted from any refund.
7. AFC is not liable for repair of conditions caused by use of the self-cleaning function on any oven, chemical or sedimentary build-up, rust or corrosion, mildew, mold, misuse or abuse, failure to clean or maintain as specified by the equipment manufacturer, missing parts, structural changes, fire, freezing, electrical failure, electrical shorts or power surge, water damage, lightning, mud, earthquake, soil movement, soil

settlement, settling of home, storms, accidents, pest damage, acts of God, or failure due to excessive or inadequate water pressure.

8. Annual limits are not compounding and do not carry over to the next membership year.
9. AFC is not liable for repairs related to costs of construction, carpentry or other incidental costs associated with alterations or modifications of appliances or components.
10. When replacement is authorized, the approval will be contingent solely upon the evaluation of the equipment cost, upon which authorization for full replacement will be granted.
11. AFC 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 efficiency as mandated by federal, state, or local governments.

MAINTENANCE

1. AFC is not liable for normal or routine maintenance or failure to perform normal or routine maintenance. Before accepting a service request on a HVAC system or tankless water heater, AFC requires a prior annual maintenance record from a licensed technician (often called a “check-up”) showing no suggested or required repairs. Annual is defined as occurring within 12 calendar months of the service request. In order to receive service on the HVAC or tankless water heater unit when a failure is discovered during annual maintenance, the Member must provide a previous maintenance record from within the last 12 months that shows no suggested or required repairs.
2. AFC is not liable for repairs caused by misuse, abuse, or failure to maintain manufacturer’s specified maintenance for items such as, but not limited to: coil cleaning, filtration changes, water heater flushing, consumable component replacement, proper refrigerant levels, or lubrication. This membership does not cover cleaning of any parts or equipment.

REAL ESTATE TRANSACTIONS

For plans purchased through a real estate transaction, coverage becomes effective on the day specified on your declaration page and continues through the elected date shown, though limitations and conditions apply:

RE-KEY SERVICE: AFC will reimburse up to \$150.00 for Re-Keying or lock change services. A paid receipt must be submitted prior to expiration of the membership.

1. Payment must be received within 14 days of closing. If payment is not received within that time, coverage will begin on the date payment was received.
2. If a home inspection was not performed on the residence prior to purchase, coverage will be 30 days after the purchase date on the declaration page.
3. To waive the initial 30-day waiting period, the Member must provide an inspection report to AFC. This report must reflect that the items included in the coverage were inspected and are in good working condition, with no further

recommendations, inspections, or repairs by a separate technician suggested for the coverage to apply. No pre-existing conditions will be accepted.

4. In the event a claim is filed within the first 30 days of coverage, the maximum payout will be \$150.00 on covered items. After this period, normal limits will apply.

ACCESS AND CLOSING

1. AFC is not responsible for providing access to or closing access from any covered item which is concrete-encased or otherwise obstructed or inaccessible.
2. AFC shall not be responsible for payment of the cost to remove and replace any built-in appliances, cabinets, floor coverings, or other obstructions impeding access to walls, ceilings, and/or floors.

DISPOSAL

1. Members may be charged an additional fee by the technician to dispose of an old appliance, system, or component, including but not limited to the following items: condensing units, evaporator coils, compressors, capacitors, refrigerators, freezers, water heaters, and any system or appliance which contains dangerous or hazardous materials.

DETERMINING VALUE OF SYSTEMS OR APPLIANCES

1. Appliances and systems, being mechanical, lose value as they age, and the cost of repair may exceed the value of the system or appliance. In these cases, the following guidelines will be implemented to provide a replacement allowance:
 - AFC reserves the right to offer a cash buyout in lieu of repair or replacement in the amount of AFC's actual cost (which at times may be less than retail) to repair or replace any covered system, component, or appliance. All items in the home begin to apply to the depreciation schedule at 5 years of age. Members have the right to request a copy of the depreciation schedule at any time during the membership term or during the 30-day waiting period. Members may also review the sample value of their equipment at <https://www.claimspages.com/tools/depreciation/>
 - AFC’s responsibility for repairs and/or replacement will never exceed the fair market value of the unit, in total, per the depreciation schedule. If the current fair market value of the unit exceeds the maximum payout limit per the coverage listed above, AFC will not allocate more than the specified limit per item, per membership.
 - If the cost of repair exceeds the current value of the unit per the depreciation schedule, AFC has the right to offer the remaining value to the member in a cash buyout option, instead of performing the repair.
 - Cash in lieu must be confirmed by the Member within the membership term for funds to be released.
2. AFC is not responsible for upgrades, components, parts, or equipment required due to the incompatibility of the existing equipment with the replacement system, appliance, component, or part thereof as well as new types of chemical or material utilized to run the replacement equipment including, but not limited to, differences in technology,

refrigerant requirements, or efficiency as mandated by federal, state, or local governments. If parts are no longer available, AFC will offer cash payment in the amount of the average cost of both parts and labor of the covered repair. When parts are available, AFC will pay for covered parts in addition to the average labor costs for the Member's area. AFC reserves the right to locate parts at any time. For the membership term, AFC is not liable for replacement of entire systems or appliances due to obsolete, discontinued, or unavailable parts. However, AFC will provide reimbursement for the costs of those parts determined by reasonable allowance for the fair value of like parts. AFC reserves the right to rebuild a part or component or replace with a rebuilt part or component.

COMMERCIAL AND PROFESSIONAL GRADE EQUIPMENT

1. AFC is not liable for the repair or replacement of equipment, systems, or appliances that are commercial grade.

AFC RIGHTS

1. A service technician will not be assigned when the coverage for the given item is limited to \$250.00 or less. In these instances, AFC may offer a buyout for the covered amount.
2. AFC reserves the right to obtain a second opinion at its own expense. Members have the right to receive a second opinion at their own expense via a licensed technician of their choosing. If the Member does not agree with the first technical assessment, the Member may submit his/her new technician's assessment in writing directly to AFC for review.
3. **Manufacturer's warranty, recall, or defects:** If a failure arises on any unit that has been recalled, is defective, or is under warranty per the manufacturer, the Member is responsible for service. A manufacturer warranty is a guarantee that the manufacturer will stand behind the unit they produced. They must represent and claim the repair/replacement. Once the manufacturer warranty expires, AFC is able to cover this unit. AFC will not be held responsible for any costs of parts or labor associated with a manufacturer warranty; all manufacturer-covered repairs will go through the manufacturer's service process. In this case, the product manufacturer must be contacted for service.
4. AFC will not pay for repairs or replacement of any covered systems or appliances that are inoperable because of known or unknown pre-existing conditions, long-term failures, deficiencies and/or defects.
5. AFC is not liable for negligence or other conduct of the technician, nor is AFC an insurer of technician's performance. By entering an AFC membership, the Member agrees that AFC is not liable for consequential, incidental, indirect, secondary, or punitive damages. The member expressly waives the right to all such damages. The Member's sole remedy under this Agreement is recovery of the cost of the required repair or replacement, whichever is less. The Member further agrees that in no event will AFC's liability exceed \$3,000.00 per

membership item for access, diagnosis, and repair or replacement, unless otherwise stated by AFC.

6. If AFC approves the Member to obtain their own licensed technician, please be aware:
 - AFC will not reimburse any Member for work done by an unlicensed technician.
 - AFC will not be held responsible for any failure or secondary damage caused by a system or appliance that was repaired or replaced by an unlicensed technician.
 - The Member waives all rights to service on the appliance or system that was repaired or replaced by an unlicensed technician.
 - If a technician charges a Diagnostic Fee that is greater than the amount stipulated on the Member's Declaration page, AFC will pay up to \$40.00 of the additional expense.
7. AFC is not responsible for repairs related to inadequacy, lack of capacity, improper installation, mismatched systems, oversized or undersized equipment, or any modification to the system or appliance.
8. AFC reserves the right to send a technician at any time. Sending a technician in no way constitutes responsibility of service from AFC.
9. Unless otherwise stated, the aggregated total AFC will pay per membership term is \$50,000.00.

ARBITRATION AGREEMENT

By agreeing to the Terms, you and AFC agree that all disputes, claims, or controversies between us, or between you and other users, or in any way arising out of relating to this agreement shall be resolved on an individual basis in binding arbitration, as set forth below. By agreeing to arbitrate, you and AFC are each waiving the right to go to court. By agreeing to arbitrate, you and AFC are also agreeing that arbitration will be conducted only on an individual basis, and you and AFC are each waiving the right to bring, to participate in, or to recover relief through any class, collective, coordinated, consolidated, or representative proceedings or any other kind of group, multi-plaintiff, joint, or mass action.

You expressly waive the ability to request more than the cost of equipment and any recovery shall not exceed the cost of the replacement equipment within your home. You and AFC agree that any dispute, claim or controversy between you and AFC; or (ii) between you and other users; or (iii) arising out of or relating to this membership in any way; or (iv) involving the existence, formation, breach, termination, enforcement, interpretation, validity, or scope of this agreement to arbitrate, shall be settled by binding arbitration administered by FairClaims (www.FairClaims.com) and not by a court or jury, in accordance with FairClaims' applicable arbitration rules and procedures effective at the time a claim is made. These rules and procedures are available at www.FairClaims.com. You further agree that judgment on the award rendered by the arbitrator(s) may be entered in any court having jurisdiction thereof. You consent to electronic service of process, with service to be made to the email address we have on record for your account.

You and AFC agree that if one party refuses to comply with an arbitrator's award and the other party obtains judicial confirmation or enforcement of the arbitrator's award, then the party that refused to comply shall pay the other party the costs, attorney's fees, court fees, and any other fees incurred in obtaining such confirmation or enforcement. Notwithstanding any choice of law or other provision in this membership you and AFC agree and acknowledge that this arbitration agreement evidences a transaction involving interstate commerce and that the Federal Arbitration Act, 9 U.S.C. § 1 et seq. ("FAA"), will govern its interpretation and enforcement and proceedings pursuant thereto. You and AFC agree that the FAA and the arbitration rules of FairClaims shall preempt all state laws to the fullest extent permitted by law.

CLASS ACTION WAIVER

By agreeing to arbitrate, you and AFC are also agreeing that arbitration will be conducted only on an individual basis, and you and AFC are each waiving the right to bring, to participate in, or to recover relief through any class, collective, coordinated, consolidated, or representative proceedings or any other kind of group, multi-plaintiff, joint, or mass action.

You acknowledge and agree that you and AFC are each waiving the right to a trial by jury or to participate as a plaintiff or class member in any purported class action or representative proceeding. Unless both you and AFC otherwise agree in writing, any arbitration will be conducted only on an individual basis and not in a class, collective, consolidated, or representative proceeding. However, you and AFC each retain the right to seek injunctive or other equitable relief in a court of competent jurisdiction to prevent the actual or threatened infringement, misappropriation or violation of a party's copyrights, trademarks, trade secrets, patents or other intellectual property rights. You agree that any and all communications and evidence related to any dispute ultimately resolved by arbitration or mediation with FairClaims arising out of or relating to this membership agreement shall be held and will remain confidential, and that you will not take any action that will harm the reputation of any of the other parties to the arbitration or mediation or AFC, or which would reasonably be expected to lead to unwanted or unfavorable publicity to and of the parties, AFC or other entities involved in or incidental to the arbitration or mediation. You understand that those parties and entities include but are not limited to the claimant, respondent, witnesses, and AFC.

GOVERNING LAW

This Agreement shall be Governed by and construed in accordance with the Law of the State of Georgia, without regard to its conflicts of Law Rules.

BUILDING AND ZONING CODE REQUIREMENTS OR VIOLATIONS

(A) AFC will not be held liable for services to meet current requirements of building or zoning codes or to correct code violations, nor will AFC assist with services when permits cannot be obtained. AFC will not pay for the cost to obtain permits.

(B) AFC has a limit set forth of \$150.00 as a goodwill to assist with upgrades. This can be used at the members discretion for upgrades.

MULTIPLE UNITS AND INVESTMENT PROPERTIES

(A) If the membership is for duplex, triplex, or four-plex property, each dwelling within must be covered by an AFC membership for coverage to apply to all units included in the membership, with applicable optional coverage to apply to common systems and appliances. Otherwise, all dwellings within the property will be covered by one AFC membership, and coverage for each individual unit included in the membership will be provided only on the first unit on which AFC offers assistance.

(B) If this membership is for a unit within a multiple unit of 5 or more, then only items contained within the confines of each individual unit are covered. Common systems and appliances are excluded.

(C) Except as otherwise provided in this section, common systems and appliances are excluded.

TRANSFER OF MEMBERSHIP & RENEWALS

(A) If the covered property is sold during the term of this membership, the Member must notify AFC of the change in ownership and submit the name of the new Owner by filling out a transfer request form to transfer coverage to the new Owner.

(B) The Member may transfer this membership to a new Owner at any time. There is a \$50.00 fee to transfer membership. Once the transfer is confirmed, the new Member will be subject to the most current updated terms, which will be sent to the new Member and will reflect with their membership number. Any monetary amount used of the limits by the prior Owner will apply to the new Owner of the property.

(C) This membership may be renewed at the option of AFC and where permitted by state law. AFC has the sole discretion to decide whether membership will be renewed.

(D) All membership terms are renewed automatically 30 days prior to the membership expiration date unless cancelled before that period by AFC or the Member. Payment information provided initially will be used for all renewals unless the Member provides new information prior to payment date. Coverage ends in the event of non-payment. Renewed memberships do not feature a 30-day, 100% money-back-guarantee review period, nor do they feature a waiting period.

(E) If a system or appliance was subject to the Cash Buyout option during the current membership, AFC will not include coverage on the same item upon renewal. If the Member purchased a new item after the Cash Buyout was concluded, AFC will include coverage for the renewal term, i.e. 1-3 years, as long as the receipt has been submitted and confirmed.

CANCELLATION

THIS IS NOT A MEMBERSHIP OF INSURANCE.

This membership shall be non-cancelable by AFC except for:

(1) Nonpayment of membership fees; Failure to make payment of initial or monthly payment;

If the membership is cancelled for non-payment, no refund is due.

(2) Nonpayment of Diagnostic Fee, as stated in Section III;

(3) If the Member threatens; threatens to harm; uses threatening language; makes an AFC agent fear for their safety or wellbeing; harms an AFC agent (not limited to salespersons, service representatives, or technicians); or uses discriminatory language based on race, sex, religion, creed, or sexual orientation. The Member will be notified of this termination in writing/email within 7-14 calendar days of the action. Any services paid shall be deducted from any refund due.

(4) Fraud or misrepresentation of facts material by the Member to the Issuance of this membership;

(5) Mutual agreement of AFC and the Member. New Members may cancel within the first 30 days of the purchase date for a refund of the paid membership. If canceled after 30 days, the Member shall be entitled to a pro rata refund of the paid membership from the date the Cancellation is received in writing, less any service request(s) paid by AFC and time used in the membership.

No membership shall be reinstated once a signed cancellation requested is received by AFC. Prorated refunds are assessed by the number of days that have elapsed since the purchase date of the membership. All refunds will be returned to the original payment method used. After the initial 30-day waiting period, a \$75.00 Cancellation Fee applies.

(6) AFC reserves the right, in its sole discretion, to refund the full membership cost in full, including the fee paid for any purchased optional or enhanced coverages, in full and complete satisfaction of any rights or claims of the Member, which shall operate as a full release of AFC against any and all claims and damages of the Member.

(7) Regarding month-to-month memberships, enrollment fees are non-refundable after the 30-day review period. If cancelled, no refund is due.

(8) If The Member cancels the membership, any open service request(s) will be terminated immediately upon receipt of the Cancellation Letter.

To cancel your membership, please send a signed letter addressed to:

AFC Home Club
Cancellation Department
1343 Canton Road, Suite A
Marietta, GA 30066
cancelsupport@afchomeclub.com

Electronics Coverage

SERVICE AGREEMENT

Please read these terms and conditions carefully so that you fully understand your coverage under this Agreement.

Please also review the order summary and/or purchase receipt provided to you at the time you purchased this Service Agreement. The Order Summary defines the Covered Product, Protection Plan Price, Coverage Start Date, Coverage Term of the Service Agreement.

1. DEFINITIONS:

“We”, “Us” and “Our” shall mean the obligorObligor of this Service Agreement, and refers to the party obligated to You under this Agreement. The Obligor of this Agreement is Jacana Warranty, Inc. 1623 Central Ave Ste 201, Cheyenne, 82001, WY. (844)-452-2262.

Administrator shall mean Jacana, Inc. located at 1623 Central Ave Ste 201, Cheyenne, 82001, WY, 844-452-2262.

The following terms are used in the Order Summary

Protection Plan Price: The price you paid for this Service Agreement.

Effective Date: The date when the Service Agreement was purchased.

Expiration Date: The date the Service Agreement coverage ends.

Coverage Start Date: This is the date when coverage starts under this Service Agreement. The coverage begins from the Effective Date and the expiration of the Waiting Period unless otherwise specified on the order summary and/or purchase receipt.

Waiting Period: The period time from the Service Agreement Purchase Date through thirty (30) days during which time no Claims are considered for coverage under this contract, if any issues occur, they are considered pre-existing conditions and render the item ineligible for coverage under this Service Agreement.

Coverage Term: This is the years of coverage, varying from one (1) to five (5) year(s), you receive under this Service Agreement, starting on the Coverage Start Date which begins after any Waiting Period. The Service Agreement is inclusive of any US manufacturer’s warranty that may exist during the Coverage Term. It does not replace the manufacturer's warranty but provides certain additional benefits during the term of the manufacturer's warranty. This term of this Agreement is extended for the duration of any time that the item is being repaired under this Service Agreement.

Coverage Amount: The maximum coverage amount of this Service Agreement.

Coverage Limits: The total amount of Coverage shall not exceed the original price of the covered property or the manufacturer’s suggested retail price.

Deductible: The applicable deductible, if any, for claims.

Market Value: The current market selling price of the device or in the event no market price is available, the device value will be based upon devices with similar features and functionality irrespective of brand.

Replacement Device: A device that is of equal or similar features and functionality that performs to the factory specification of the original Covered Product. The product may be a new, refurbished, or remanufactured product and may be a different brand, model, or color from the original Covered Product.

Act of War: Any warlike action by a military or paramilitary force, including without limitation in defending against an actual or expected attack; or any act which is associated with, connected with, or occurring in the course of war, or which directly precipitates or provokes war.

Computer System: Any computer, hardware, software, or communication system or electronic device (including but not limited to smart phone, laptop, tablet, or wearable device), server, cloud, microcontroller, or similar system, including any associated input, output, data storage device, networking equipment, or backup facility.

Cyber risk: Any loss, damage, liability, claim, cost, or expense of any nature directly or indirectly caused by, contributed to by, resulting from, or arising out of or in connection with, any of the following: any unauthorized, malicious, or criminal act, or the threat of such act(s), involving access to, or the processing, use or operation of, any computer system; any error or omission involving access to, or the processing, use, or operation of, any computer system; any partial or total unavailability or failure to access, process, use, or operate any computer system; or any loss of use, reduction in functionality, repair, replacement, restoration, or reproduction of any data, including any amount pertaining to the value of such data.

Political risk: Any one or more of the following: any event, organized resistance, or action intending or implying the intention to overthrow, supplant or change outside of normal legal processes the existing head of state, elected official, appointed official, government, or political, militarized, terrorist or ruling group; nationalization; confiscation; expropriation; deprivation; requisition; revolution; rebellion; insurrection; uprising; military and usurped power; or any action taken by a governmental authority in response to the foregoing.

2. **PRODUCT ELIGIBILITY:** This Service Agreement covers devices of any size, and any brand sold in the United States under the following conditions.

- A. Product release date was within the last 6 years and/or purchased new or factory refurbished within the last 6 years with a valid Proof of Purchase receipt.
- B. PCs equipped with a Windows Operating System version Windows 7 or newer or Android version 1.6 or newer and Apple computers which are equipped with an Apple operating system version OS X (10) or newer or Chrome OS.
- C. Smart Home products must utilize one of the following home networking solutions to be eligible for this Plan: enabled Wi-Fi, ZigBee, Z-Wave, Insteon, or Thread Group.
- D. Products used for Personal and/or Home Office use only. No commercial or educational use.

3. **COVERAGES AND TERMS:** This Service Agreement only provides benefits to the Contract Holder and only as expressly stated herein.

- A. This Service Agreement will cover a mechanical or electrical failure of the following eligible product(s) ("Product") during normal usage for the Term of this Service Agreement if the Product is not covered under any other warranty, insurance policy, or service contract.
- B. This Service Agreement does not cover repair or replacement of the Product for any of the causes or provide coverage for any losses set forth in the section entitled WHAT IS NOT COVERED below.
- C. **WHAT IS COVERED:** This Plan provides coverage for parts and labor costs to repair or replace your Product where the problem is the result of a failure caused by:
 - i. Normal wear and tear;
 - ii. Accidental damage from handling (ADH), such as damage from drops, spills and liquid damage associated with the handling and use of Your Product, if the coverage has been offered and purchased at the time of sale with your Service Agreement;
 - 1. Products eligible for ADH coverage are smart phones laptops, Desktop "All-In-One Computers", tablets, portable DVD/Blu-ray players, portable handheld gaming devices, wearables, audio headsets, virtual reality headsets, and printer display screens only;
 - iii. Damaged or defective buttons or connectivity ports located on Your Product;
 - iv. Dust, internal overheating, internal humidity/condensation;
 - v. Defects in materials or workmanship;
 - vi. Smart Phone coverage includes two (2) Device Claims per calendar year of the Service Contract
 - vii. Battery Coverage includes one (1) battery repair or replacement, when the original rechargeable battery is (i) not consumer replaceable and (ii) defective as determined by Us at Our sole

discretion. We may require You to return Your original defective battery to Us to receive a replacement battery.

- viii. Defective Pixels: We will match the manufacturer's warranty for the Term of Your Protection Plan.
 - 1. Televisions & Monitors: In the absence of a manufacturer's dead pixel policy, We will cover:
 - a. Six (6) or more defective pixels for displays up to 17";
 - b. Eight (8) or more defective pixels for displays greater than 17".
 - 2. All Other Electronic Devices: In the absence of a manufacturer's dead pixel policy, We will cover a failure of three (3) or more defective pixels within a one square inch area of the display.
- ix. This Plan also provides the following additional benefits:
 - Power surge/fluctuation protection. Please see section 11 "POWER SURGE PROTECTION" for details.
- x. Specific details about Your coverage under this Plan are defined in your order summary or purchase receipt.

D. **COVERED PRODUCTS:** Defines the products covered under this Service Agreement

- i. Smart Phones:
 - 1. Limit of 4 device claims made in any twelve (12) month rolling period of the Service Agreement.
- ii. Home Office:
 - 1. Desktops, Desktop "All-In-One" Computers, laptops and tablets (collectively referred to as "COMPUTERS")
 - a. Each COMPUTER can include one (1) of each of the following accessories: an associated external monitor, keyboard (wired or wireless), mouse (wired or wireless), modem and external desktop speaker set (wired).
 - 2. External Monitors
 - 3. Home routers (wired or wireless)
 - 4. External hard drives.
 - 5. Printers and multifunction printers.
- iii. Home Entertainment:
 - 1. OLED, QLED, UHD, LED, LCD televisions (collectively referred to as "television"). Televisions include coverage for the original remote control.
 - 2. DVD players, Blu-Ray players and portable DVD players (collectively referred to as "DVD players").

3. Home theater that includes any of the following if purchased as a set: a receiver, sound bar, speakers, Blu-Ray player, amplifier, subwoofer and tuner (collectively referred to as "home theater system in a box" or "home theater systems in a box").
4. Bluetooth and Wi-Fi enabled speakers.
5. Audio/video streaming devices
6. Audio headsets
- iv. Gaming Entertainment
 1. Gaming systems. Gaming systems include the original remote controls.
 2. Handheld Gaming
 3. Virtual Reality Headsets
 4. PC Gaming (Custom upgrades outside of the OEM manufacturer configuration not covered)
 5. Retro Gaming and Arcade
 6. Gaming Keyboards, Handsets, Mice
- v. Smart Home Products:
 1. Smart device hubs
 2. Smart light dimmers
 3. Smart thermostats,
 4. Smart smoke detectors
 5. Smart door locks
 6. Smart home security cameras
 7. Smart video doorbells
 8. Smart carbon monoxide detectors
- vi. Personal Wearables:
 1. Health and fitness bands
 2. Smart watches

A.

4. WHAT TO DO IF A COVERED PRODUCT REQUIRES SERVICE:

If your covered product experiences a breakdown you can go online at <https://www.jacanawarranty.com/afc-homeclub/> and file a claim and explain Your problem. All claims must be authorized in advance. Unauthorized repairs or replacements may not be covered. We may require you to fill out a claim facilitation form prior to receiving service or a replacement or reimbursement under this Plan. You may also be required to produce a State or Federal issued photo I.D., other than a student or professional license or I.D., as a condition to receiving service or replacement or reimbursement under this Plan. We will attempt to troubleshoot the problem you are experiencing or in some cases require you to work directly with the OEM manufacture to identify the issue. If we cannot resolve the problem, you will be directed on how We will service your product.

5. HOW WE WILL SERVICE YOUR ITEM:

Depending on the item and failure circumstances, We will either:

- A. Repair your Product, or
- B. Provide a cash refund for the current Market Value of the device not to exceed the amount You paid for the Product, or

- C. Provide a Replacement Device new or refurbished product of equal features and functionality

6. PLACE OF SERVICE:

At Our sole discretion we will determine where the work will be performed and what service option(s) will be provided based upon Covered Product, consumer location and device issues You provided. All applicable deductibles and service fees are required to be collected prior to initiation of service.

On-Site Service, We will arrange for Your Covered product to be serviced at Your Home during regular business hours, Monday through Friday (except holidays). Technicians must have safe and clear unobstructed access to Your Covered Product and safe working conditions; and an adult (18 years or older) must be present. Covered Product installed in cabinetry and other types of built-in applications are eligible for service as long as you make the covered product reasonably accessible to the technician. We are not responsible for dismantling or reinstalling furniture, cabinetry, or fixed infrastructure. Service may be denied if the environment is deemed unsafe or inaccessible at our discretion.

For Carry-In Service, You must take Your Device to, and collect it from, Our authorized service center.

Repair Depot Service, We will provide a free prepaid shipping label to our authorized service facility for repair, replacement or settlement. For fragile items like laptops, we may also provide you with a free prepaid Shipping Box to send your item to Us. You will be responsible for safe packaging and shipment. If the authorized service facility determines the item is in working condition or is not covered by Your Service Agreement, We will return the item to you or dispose of it at your request.

Self-Service, If we opt to offer self-service repair for your Covered Device, We will provide an authorized repair reimbursement amount for you to obtain repair services. You will be required to submit the repair receipt and We will reimburse you for the lesser of the actual repair cost or the authorized reimbursement amount less any required program deductibles and/or service fees. We will not reimburse you for any repair costs higher than the authorized reimbursement. In the event the repair quote is higher than the authorized reimbursement amount, you will get additional approval from Us PRIOR TO DEVICE REPAIR.

Replacement Products & Reimbursements: If we opt to provide you a replacement product, we reserve the right to take ownership of the original covered product. We may require that you return or send pictures of the original covered product to us for inspection as a condition to receiving a replacement product or reimbursement. We will pay shipping and handling costs associated with the return of the original covered product.

7. LIMIT OF LIABILITY:

The total amount that We will pay for repairs or replacement made in connection with all claims that You make pursuant to this Service Agreement. shall not exceed the original price of the Product. In the event that We make payments for repairs or replacements, which in the aggregate, are equal to the Coverage Amount, or provide a cash settlement reflecting the replacement cost of a new item of equal features and functionality, We will have no further obligations under this Service Agreement.

- A. **PER CLAIM LIMIT:** The maximum amount we will pay for any single claim on a covered product is not to exceed the original price of the Product; our liability in the event of any single claim is the least of the cost of: (i) authorized repairs; (ii) replacement with a replacement product; (iii) reimbursement for authorized repairs or replacement; or (iv) the replacement value of the covered product, as determined by us, up to the per claim limit of this Plan.
- B. **AGGREGATE CLAIM LIMIT:** The maximum amount we will pay for all claims made in any twelve (12) month rolling period is \$5,000.00. The twelve (12) month rolling period begins on the date of your first claim. If you reach the \$5,000 aggregate claim limit, this Plan can be cancelled as described in 12. CANCELLATION (c) below.
- C. **IF YOU MEET OR EXCEED THE AGGREGATE LIMIT:** In the event you reach the aggregate claim limit and the product requires additional repairs, we may be able to provide you with information on how to get the product repaired, however, we will not be responsible for any costs related to these repairs. In such an event, your enrollment in this Plan will terminate and no future monthly charges will be due. A covered claim will apply to your aggregate claim limit for twelve (12) months after the claim is completed, at which point that claim will roll off your.
- D. This Service Agreement does not provide any benefit or payment of any kind not expressly stated herein; for any implied warranty (including for merchantability, fitness for particular purpose, or fitness for use); for any fines, penalties, attorneys' fees, or indirect, consequential, or punitive damages or losses of any kind; for any bodily injury or property damage resulting from a defective product (including strict liability); or where it would be a violation of applicable law or regulation to provide such benefit or payment.
- E. This Service Agreement does not provide any benefit or payment for any loss directly or indirectly resulting from: cyber risk; political risk; war or acts of war; weapons of mass destruction; pollution or contamination (including threat thereof); nuclear reaction, radiation, or contamination; illegal activities of or on behalf of Contract Holder.

WE SHALL NOT BE LIABLE FOR ANY INCIDENTAL OR CONSEQUENTIAL DAMAGES, INCLUDING BUT NOT LIMITED TO, PROPERTY DAMAGE, LOST TIME, OR LOST DATA RESULTING FROM THE FAILURE OF ANY PRODUCT

OR EQUIPMENT OR FROM DELAYS IN SERVICE OR THE INABILITY TO RENDER SERVICE.

8. YOUR RESPONSIBILITIES:

To receive service or support under the Service Agreement, you agree to comply with each of the terms listed below

- A. Provide us with a complete copy of proof of purchase and/or wireless monthly bill of the device, including make, model and serial number, prior to the inception of the coverage;
- B. Provide us photographic images of the device damage, the device label which contains the specific model, device serial number and manufacture information;
- C. You may also be required provide us with a State or Federal issued photo I.D., other than a student or professional license or I.D., as a condition to receiving service or replacement or reimbursement under this Plan;
- D. Pay the required service agreement deductibles prior to
 - a. a. Smart Phones - \$50
 - b. b. Home Office - \$50
 - c. c. Home Entertainment - \$50
 - d. d. Gaming Entertainment - \$50
 - e. e. Smart Home Products - \$25
 - f. f. Personal Wearables - \$25
- E. In the event of On-Site service, it's Your responsibility to have Your Covered Device uninstalled in the event the device is installed in a custom built in cabinetry or mounted higher than 6 feet off the floor.
- F. Properly maintain, store and use your item according to the manufacturer instructions.

9. WHAT IS NOT COVERED:

- A. Accidental Damage caused by a deliberate act or your negligence;
- B. Any product fraudulently described or misrepresented by You;
- C. Conditions that were caused by You or known by You prior to purchasing this Service Agreement;
- D. Products that are not owned by you, leased and rented products, or products that are not customarily located in your specified residence;
- E. Product(s) (a) has removed or altered serial numbers; (b) is not properly connected to a UL-approved surge protector; (c) is not properly installed or connected to a power source; (d) is not installed, maintained, used or repaired according to manufacturer specifications, manufacturer warranties, code, law, regulation, or ordinance; or (e) is purchased or, at the time You make the Service Call, is located outside of the contiguous United States;
- F. Any parts of, or items connected to, Your Devices, that are consumer replaceable and designed to be replaced throughout the life of the Device, such as: fuses, batteries or connectors;
- G. Manufacturer defects or equipment failure which is covered by manufacturer's warranty, manufacturer's

recall, or factory bulletins (regardless of whether or not the manufacturer is doing business as an ongoing enterprise);

- H. Maintenance, repair, or replacement necessitated by loss or damage resulting from any cause other than normal use and operation of the product in accordance with the manufacturer's specifications and owner's manual, including but not limited to , exposure to weather conditions, failure to properly clean, maintain or lubricate, operator negligence, misuse, abuse, improper electrical/power supply, improper equipment modifications, attachments or installation or assembly, vandalism, animal or insect infestation, battery leakage, or act of nature or any other peril originating from outside the product;
- I. Failures related to transportation damage, customer education, cleaning, preventive maintenance, "No Problem Found" diagnosis, non-intermittent issues that are not product failures;
- J. Damage to hardware, software and data caused by, including, but not limited to, viruses, application programs, network drivers, source code, object code or proprietary data, or any support, configuration, installation or reinstallation of any software or data;
- K. Support or repairs to software, loss or damage to software due to any cause, including but not limited to: computer virus, worm, Trojan programs, adware, spyware, firmware or any other software program;
- L. Any damage to Your Devices that does not impede or hinder their normal operational function, such as scratches, abrasions, or changes in color, texture, or finish;
- M. Cosmetic damage to case or cabinetry or other non-operating parts or components which does not affect the functionality or the covered product;
- N. Burned-in images and pixel failure within designed specifications or that do not materially alter the product's functionality;
- O. Items not included as standard with Your Devices, such as attachments, accessories, peripheral devices or any upgrades;
- P. We will not remove or cover the costs for installation, uninstallation or removal of TVs, home theater bundles, projectors or any other covered product;

10. POWER SURGE PROTECTION:

This Service Agreement protects against the operational failure of a covered Product resulting from a power surge while properly connected to an Underwriter Laboratories-approved surge protector.

11. FREE SHIPPING:

This Service Agreement covers all shipping charges to repair or service facilities during the term of coverage, including shipping to the manufacturer if the manufacturer does not cover shipping charges to their facilities.

12. CANCELLATION:

You may cancel this Service Agreement for any reason at any time. To cancel it, log in to <https://www.jacanawarranty.com/afc-homeclub/> 24 hours a day, seven days week. If You cancel this Service Agreement within the first thirty (30) days after purchase of this Service Agreement You will receive a full refund. If You cancel after the first thirty (30) days from purchase of this Service Agreement, You will receive a pro rata refund based on the time remaining on Your Service Agreement less any claims paid prior to the cancellation request. The refund will be sent to you within ten (10) business days from the cancellation request or else a ten percent (10%) penalty per month shall be applied to the refund.

We may cancel this Service Agreement at Our option, with no less than 15 days' notice to You: (a) for non-payment of the Price; (b) if We find that You already have coverage that is the same or similar to the coverage provided by this Service Agreement; (c) if We find that You are ineligible for this coverage; or (d) for Your (i) fraud or (ii) misrepresentation of facts that are material to this Service Agreement or benefits provided under it. We may cancel for any other reason on 60 days' notice to You.

If We cancel for (a) We will provide notice at time of cancellation no refund will be given. If We cancel for (b) or (c), We will refund the payments You have made less any claims paid by Us. In all other cases You will get a pro-rata refund less any claims paid by Us and provide written notice including effective date and reason for cancellation.

13. CHANGES TO THE PLAN: WE MAY CHANGE THE MONTHLY CHARGE FOR THE PLAN, ADMINISTRATION OF THE PLAN OR THESE TERMS AND CONDITIONS FROM TIME TO TIME UPON THIRTY (30) DAYS WRITTEN NOTICE TO YOU. SUCH NOTICE MAY BE PROVIDED AS IN A SEPARATE MAILING OR EMAIL OR BY ANY OTHER REASONABLE METHOD. IF YOU DO NOT AGREE TO THE MODIFIED CHARGES OR TERMS OF THE AGREEMENT, YOU MAY CANCEL THE PLAN BY NOTICE TO US OR THE ADMINISTRATOR AT ANY TIME IN ACCORDANCE WITH THESE TERMS AND CONDITIONS. THE PAYMENT OF APPLICABLE CHARGES BY YOU, OR A REQUEST FOR SERVICE UNDER THE PLAN, AFTER RECEIVING SUCH NOTICE OF A CHANGE IN THE CHARGES OR OTHER TERMS AND CONDITIONS WILL BE DEEMED TO BE ASSENT BY YOU TO THE CHANGE(S) IN THE CHARGES, TERMS OR CONDITIONS.

14. GUARANTEE:

If We fail to pay or provide service on a claim within sixty (60) days after proof of loss has been filed, You are entitled to make a claim directly against Jacana Insurance Company.

ENTIRE CONTRACT: Unless amended by the State Specific Provisions, this Service Agreement sets forth the entire contract

between the parties and no representation, promise or condition not contained herein shall modify these terms.

SPECIAL STATE DISCLOSURES

Regulation of service plans may vary widely from state to state. Any provision within this service agreement plan ("Service Agreement") which conflicts with the laws of the state where you live shall automatically be considered to be modified in conformity with applicable state laws and regulations as set forth below. The following state specific requirements apply if your Service Agreement was purchased in one of the following states and supersede any other provision within your Service Agreement terms and conditions to the contrary.

SAMPLE

Exterior Sewer & Water Lines

WATER LINE AND SEWER LINE PROTECTION PROGRAM TERMS AND CONDITIONS

1. What Is This Agreement?

This is an Agreement (“Agreement”) between American Water Resources, LLC (“AWR”) located at 1415 W Diehl Rd, Suite 270, Naperville, IL 60563 and the person named in the declaration page (“Declaration Page”) that came with this Agreement (“You” or “Your”) You purchased from CRAST Inc (“Seller”, “America’s 1st Choice Home Club” or “AFC”). It requires AWR to pay for certain repairs to the property named in the Declaration Page (“Your Home”). It is not an insurance contract. Please read it and keep it. AWR’s obligations under this Agreement are backed by the full faith and credit of AWR.

Certain repairs and events are not covered by this Agreement. Please refer to the exclusions listed in Section 7 of this Agreement.

SECTION 26 OF THIS AGREEMENT REQUIRES THAT DISPUTES BE RESOLVED INDIVIDUALLY IN ARBITRATION OR SMALL CLAIMS COURT. IN ARBITRATION, THERE IS NO JUDGE OR JURY AND THERE IS LESS DISCOVERY AND APPELLATE REVIEW THAN IN COURT.

2. When Does Your Protection Start?

AWR will pay for covered repairs in accordance with this Agreement commencing after the date that is thirty (30) days after the Purchase Date set forth on the Declaration Page (the “Effective Date”). If You do not cancel this Agreement before the Effective Date, You will have accepted its terms and conditions.

3. When Does Your Protection Stop?

The initial term of the Agreement is one year (365 days) from the Purchase Date indicated on Your Declaration Page **THIS AGREEMENT WILL CONTINUE TO AUTOMATICALLY RENEW EACH YEAR, AT AWR’S DISCRETION, FOR AN ADDITIONAL ONE YEAR TERM UNLESS YOU OR AWR HAVE CANCELLED THIS AGREEMENT OR YOU HAVE CANCELLED YOUR MEMBERSHIP WITH AFC.**

4. What Homes Are Protected?

AWR will only pay for repairs under this Agreement if:

- A. You own Your Home; and**
- B. Your Home is occupied; and**
- C. Your Home is used for residential purposes only; and**
- D. You are responsible for maintaining Your Home’s Water Line and Sewer Line; and**
- E. You remain in good standing with Your AFC Membership; and**
- F. You are not 30 days or more past due on any amount owed to AWR, Seller or an independent contractor who provided You service.**

If at any time You are not eligible for protection, AWR will not pay for any repairs under this Agreement. If You have another service

or insurance contract that gives You the same benefits as this Agreement, You may cancel this Agreement.

5. What Lines or Systems Are Protected?

A. Your “Water Line”. Your Water Line is the water service line from the point where it connects to Your water utility’s system to the water meter or main shut-off valve inside Your Home, whichever is closer to the foundation wall. It does not include Your water main tap, water meter, water meter pit or water meter vault.

B. Your “Sewer Line”. Your Sewer Line is Your lateral sewer service line from the exterior wall of Your Home to the connection with Your sewer utility’s main or Your septic tank. It does not include Your sewer main tap/saddle or Your septic tank or its components or attachments.

6. What Repairs Are Covered?

Subject to the terms and conditions of this Agreement, AWR will pay to repair a leaks or breaks to Your Water Line and clogs or blockages to Your Sewer line if they (1) occurred on or after the Effective Date; and (2) resulted from normal wear and usage.

7. What Repairs Are Not Covered?

(a) AWR will not pay for any of the following:

A. Either Your Water Line or Sewer Line

- **Repairing anything caused by You or any third parties.**
- **Repairing anything in any home that is unoccupied due to renovation, remediation or construction.**
- **Repairing anything caused by natural acts or disasters, such as earthquakes, floods, landslides, or sinkholes.**
- **Repairing anything caused by defective materials, such as material that has been the subject of a recall or class action litigation (e.g. polybutylene or Kitec plumbing).**
- **Repairing anything caused by improper design or installation of Your Water Line or Sewer Line (e.g. bellied lines, back-pitched lines).**
- **Repairing any trunk lines that are connected to Your Water Line or Your Sewer Line.**
- **Repairing anything required by any local, state or federal agency inspection, unless otherwise covered by this Agreement.**
- **Restoring any buildings, garages, sheds, porches or other structures.**
- **Restoring any gardens, shrubs, trees, or structures.**
- **Restoring any sidewalks, driveways, roads or other paved surfaces that are not required by permit to be repaired.**
- **Restoring any sprinkler or irrigation systems, ponds, streams, fountains, waterfalls or other water structures.**
- **Repairing any openings made in walls, ceilings or surfaces inside Your Home for AWR’s independent contractor to access Your Water Line or Sewer Line.**

- Repairing any third party's water line that is attached to Your Water Line or any third party's sewer line that is attached to Your Sewer Line.
- Costs associated with opening and closing any portion of Your Home's foundation or slab to access Your Water Line or Sewer Line.
- Moving any water meter or sewer meter at the time of repair, unless required by code.
- Moving any section of Your Water Line or Sewer Line unless necessary to complete a covered repair.
- Updating any non-leaking portion of Your Water Line or any free-flowing section of Your Sewer Line to meet code, law or ordinance requirements.
- Removing any items necessary to access Your Water Line or Sewer Line, such as debris, trash, rocks, cars, trees or structures.
- Remediating or cleaning any hazardous substance or pollutant, such as mold or asbestos.
- Thawing any frozen section of Your Water Line or Sewer Line.
- Costs associated with traffic control (e.g. flag men, police).
- Repairing, replacing or cleaning any portion of Your Home or its contents that are damaged by leaks or breaks to Your Water Line or clogs or blockages to Your Sewer Line.
- Paying any costs caused by a leak or break in Your Water Line or by a clog or blockage to Your Sewer Line, such as lost water costs, relocation costs, storage costs or temporary housing costs.
- Paying any damages caused by a leak or break in Your Water Line or a clog or blockage to Your Sewer Line, such as lost time, lost use of Your Home or its contents or any damages due to any special circumstances or conditions.

B Your Water Line

- Repairing any clog or blockage of Your Water Line.
- Repairing any main shut-off valves that are not leaking.
- Repairing any Water Line not connected to a public or municipal water system.
- Repairing any interior pipes beyond the main shut-off valve inside Your Home.
- Repairing any connections and/or extensions to the Water Line, such as water lines to sprinklers, irrigation systems, pressure-reducing valves or backflow preventers.

C. Your Sewer Line

- Repairing any leak or break of Your Sewer Line if there is no clog or blockage.
- Repairing any section of Your Sewer Line located inside Your Home.
- Repairing any non-conforming drain line, such as a basement or storm drain system, connected to Your Sewer Line.
- Repairing any septic tank or its components or attachments, such as a pump or grinder.

- Repairing or installing any devices connected to Your Sewer Line, such as backflow preventers, clean outs, lift stations or pumps.

8. What Is Your Protection Limit?

A. Your Water Line Protection Limit. AWR will pay up to \$5,000 per occurrence to repair Your Water Line and refill, rake and reseed any areas outside Your Home that AWR's independent contractor excavated in order to access Your Water Line. If Your Water Line extends to the point of connection with Your water utility's exterior main line and a necessary permit requires a public sidewalk or public road to be cut, excavated and repaired in order to access your Water Line, AWR will pay up to \$5,000 per occurrence to cut, excavate and repair the same section of public sidewalk or public road. The protection limits for Water Line repairs and road repairs are separate and distinct.

B. Your Sewer Line Protection Limit. AWR will pay up to \$4,000 per occurrence to repair Your Sewer Line and refill, rake and reseed any areas outside Your Home that AWR's independent contractor excavated in order to access Your Sewer Line. If a necessary permit requires a public sidewalk or public road to be cut, excavated and repaired in order to access your Sewer Line, AWR will pay up to \$4,000 per occurrence to cut, excavate and repair the same section of public sidewalk or public road. The protection limits for Sewer Line repairs and road repairs are separate and distinct.

9. Can You Exceed Your Protection Limit?

If repair costs will exceed the applicable protection limit, You will be notified before the work is performed. You will be responsible for any costs in excess of your protection limit.

10. How Can You Get Service?

A. Your Water Line. If there is a leak or break to Your Water Line, You must contact Your water utility first. If Your Water Utility determines that the leak or break is Your responsibility, You may contact AWR toll-free at 1-800-985-8129. If You do, AWR will dispatch an approved independent contractor to Your Home for repairs covered under this Agreement.

B. Your Sewer Line. If there is a clog or blockage of Your Sewer Line, You may contact AWR toll-free at 1-800-985-8129. If You do, AWR will dispatch an approved independent contractor to Your Home for repairs covered under this Agreement. AWR's independent contractor will first attempt to clear the clog or blockage. If it is cleared, no other repairs will be made.

AWR's independent contractor will obtain any necessary permits before work begins. If AWR's independent contractor must excavate any areas outside Your Home in order to access Your Water Line or Sewer Line, they will refill, rake and reseed the area once per occurrence. No other site restoration will be performed.

11. Can AWR Get A Second Opinion?

AWR may get a second opinion from an independent contractor of

its choosing. If it does, it will apply the cost of obtaining the second opinion toward Your protection limit.

12. Can You Hire Your Own Contractor?

AWR will not pay any costs incurred, or fix any repairs made, by You or any contractor You hire without AWR's prior authorization.

13. Must You Cooperate With AWR?

You must cooperate with AWR and its independent contractors, for example by: (a) providing additional information or documentation that AWR may need; (b) obtaining permission for AWR's independent contractor to access property You do not own; (c) providing AWR's independent contractor reasonable and safe access to, and safe working conditions at and around Your Home; and (d) disconnecting any cold-water electrical grounds before repairs are made to Your Water Line.

14. Is There A Service Fee or Deductible?

A. Your Water Line. There is no service fee or deductible applicable for repairs to Your Water Line.

B. Your Sewer Line. You must pay AWR a \$50 per occurrence service fee or deductible if AWR dispatches an independent contractor to Your Home to investigate or repair Your Sewer Line.

15. Is There An Annual Fee?

You must pay Seller an annual purchase price ("Purchase Price") for each term of this Agreement on a recurring monthly or annual basis. The Purchase Price is stated on Your Declaration Page. The Seller may change the Purchase Price as set forth below. Seller is the billing administrator for AWR.

16. How Are Your Payments Made?

Seller will collect Your Purchase Price in the manner You chose when You enrolled.

17. When Will Taxes Be Collected?

You must pay all applicable state and local taxes when You pay Your Purchase Price.

18. When Will You Get A Refund?

You will receive a full refund of any Purchase Price paid by You if You cancel this Agreement within 30 days of the Effective Date and never receive protection. If You cancel within 30 days of the Effective Date and receive protection, or after 30 days, AFC will provide the following: You will receive a pro rata refund of the Purchase Price paid in advance by You for the remainder of the annual Term less the cost for any services provided to You.

Please see Section 30 for additional information applicable to Your State.

19. Is This The Whole Agreement?

This Agreement and Your Declaration Page are the entire agreement between You and AWR. They supersede and replace any prior agreements and understandings between You and AWR concerning their subject matter.

20. Are These Headings Part Of This Agreement?

The headings are not a part of this Agreement. They are for convenience only.

21. Can This Agreement Be Severed?

Except as provided in Section 26(h), a court, agency or arbitrator of competent jurisdiction may sever any provision of this Agreement if it is necessary to preserve the remainder of this Agreement.

22. Can This Agreement Be Changed?

You may not change the terms and conditions of this Agreement. AWR may change or make additions to the terms and conditions of this Agreement. AWR will give You written notice of changes in a manner consistent with applicable law, including on Your bill, with Your bill, by mail or by email. If You do not like the changes, You may cancel this Agreement. If you do not cancel this Agreement, the change will become effective 30 days after AWR sends You notice.

23. Can This Agreement Be Cancelled?

You may cancel this Agreement at any time by calling AFC toll-free at (866) 242-0629 or by mailing notice to AFC at Cancellation Department 1343 Canton Road, Suite A Marietta, GA 30066. Your cancellation will be effective on the last day of Your then current monthly period. AWR may cancel this Agreement: (1) upon 60 days' written notice to You for any reason; or (2) without notice to You if You are ineligible for protection, are 30 days or more past due on any amount owed to AWR, the Seller or any of their independent contractors, or misrepresented any material facts when You entered into or requested service under this Agreement. AWR's notice of cancellation is effective when sent. Please see Section 32 for additional information applicable to Your state.

If You cancel either this Agreement or Your AFC Membership, both contracts shall be cancelled, effective at the same time.

24. Can This Agreement Be Transferred?

You may transfer this Agreement in accordance with the transfer terms of Your AFC Membership.. AWR may assign this Agreement to a third party.

25. What Warranties Does AWR Make?

AWR warrants that covered repairs made by its independent contractors will comply with applicable plumbing codes and manufacturer's specifications and be free from defects in material and workmanship for one year from the date of the repair; provided, however, that this warranty does not apply to sewer line clearings (e.g. snaking or jetting a sewer line). The exclusive remedy for this warranty is that AWR's independent contractors will, at AWR's option, fix or replace the repair or material. AWR makes no other express warranties in this Agreement. AWR disclaims any implied or statutory warranties other than the implied warranty of good faith and fair dealing. The duration of any implied or statutory warranty is limited to the duration of this

express warranty. These limitations and disclaimers shall survive the cancellation of this Agreement. This limited warranty gives you specific legal rights. You may have other rights that vary from state to state.

26. How Will Disputes Be Resolved?

A. Definitions. This Section 26 (“Arbitration Provision”) shall be broadly interpreted. As used in this Section, these terms are defined as follows:

- i. “Dispute” means any claim or controversy arising from or relating to Your relationship with AWR, for example any: (1) claims for relief or theories of liability, whether based in contract, tort, statute or otherwise; (2) claims that arose before this Agreement; and (3) claims that arise after the cancellation or expiration of this Agreement. “Dispute” does not, however, include any issues relating to the scope or validity of this arbitration provision.
- ii. “You” means You and any intended or unintended beneficiaries of this Agreement.
- iii. “AWR” means AWR and any of its predecessors, successors, assigns, parents, subsidiaries, affiliates and independent contractors, and each of their officers, directors, employees and agents.

B. Arbitration or Small Claims Court. All Disputes shall be resolved individually in either (a) binding arbitration or (b) small claims court if the claim is for money damages and the amount claimed is within the jurisdiction of that court. In arbitration, there is a neutral arbitrator rather than a judge. In arbitration and small claims court, there is no jury and there is less discovery and less appellate review than in court.

C. Procedures for Arbitration. i. This Arbitration Provision is governed by the Federal Arbitration Act. Arbitrations shall be administered by the American Arbitration Association (“AAA”) pursuant to its Consumer Arbitration Rules (the “AAA Rules”) as modified by the version of this Arbitration Provision that is in effect when a “Demand for Arbitration” is filed. The AAA Rules can be obtained from the AAA by visiting its website (www.adr.org) or calling its toll-free number (1-800-778-7879). If there is a conflict between this Arbitration Provision and the rest of this Agreement, this Arbitration Provision will govern. If there is a conflict between this Arbitration Provision and the AAA Rules, this Arbitration Provision will govern. If the AAA will not administer an arbitration in accordance with this Arbitration Provision, You and AWR will agree on (or if necessary, petition a court of competent jurisdiction to appoint) an arbitration organization that will do so.

ii. The party commencing an arbitration should follow the instructions on the AAA website, including sending the AAA a “Demand for Arbitration” (available on its website), paying a filing fee, and mailing a copy of the Demand for Arbitration to the opposing party. If You commence the arbitration, You must send a copy to AWR at P.O. Box 4950 Naperville, IL 60567-4950, ATTN: ARBITRATION OF DISPUTE. If AWR commences the arbitration,

AWR must send a copy to the email address associated with Your account and any billing address You have provided to us.

iii. If multiple arbitrations involving similar claims against AWR are pending, You and AWR shall jointly petition the AAA to coordinate those matters to promote efficiency. That coordination may include, for example, having similar matters assigned to the same arbitrator (either for all purposes or for the purpose of deciding an issue that turns on the same factual or legal questions) or having pre-hearing discovery apply to multiple matters. Nothing in this paragraph, however, provides any right or authority for a Dispute to be resolved as part of a class action, collective action, or other representative action. (See Section 26(G), below.)

iv. If more than twenty-five (25) arbitrations involving similar claims against AWR have been commenced, the AAA shall designate ten cases—either as selected by the parties or, if the parties cannot agree, as selected by the AAA—to proceed first in a bellwether arbitration, with a single filing fee due for the bellwether proceeding, as if it were a single arbitration. The remaining cases shall not be accepted for filing, and no filing fee shall be due, until the first ten have been resolved and the parties inform the AAA whether there is a global resolution. If the parties have been unable to reach a global resolution, they shall proceed to arbitrate a second set of ten cases; as with the first set of cases, a single filing fee shall be due for the second (and, if necessary, each subsequent) set of cases to be arbitrated. This process shall continue until the parties are able to resolve all claims, either through settlement or arbitration.

v. Unless You and AWR agree otherwise, an arbitration will be conducted by a single arbitrator and any hearing will take place in the county where You reside.

vi. The arbitrator will issue a written decision that explains the essential findings and conclusions. The arbitrator’s award may be entered in a court of competent jurisdiction only as necessary to enforce the award.

vii. Neither the fact nor the substance of any settlement demand, offer, or negotiation may be revealed to the arbitrator before a final award has been issued.

D. Right to Arbitral Fees and Costs. The payment of the AAA’s fees and costs will be governed by the AAA Rules except as follows:

i. If AWR commences an arbitration, AWR will pay all of the AAA’s fees and costs.

ii. If You commence an arbitration and state under penalty of perjury that You cannot afford to pay the AAA filing fee, AWR will pay the filing fee if the AAA does not waive that fee. If AWR determines that Your representation regarding Your ability to pay was false, however, it may seek to recover that fee from You.

iii. If You commence an arbitration and the aggregate value of Your claim is less than \$10,000, (a) You will only be responsible for

paying the lesser of the AAA filing fee or the filing fee that You would have paid in the small claims court in the county where you reside, and (b) AWR will pay the rest of the AAA's fees and costs. If AWR has received more than twenty-five (25) Demands for Arbitration asserting similar claims, however, the payment of the AAA's fees and costs will be governed by the AAA Rules.

iv. Notwithstanding the foregoing, if more than twenty-five (25) arbitrations involving similar claims by or against AWR are pending, filing fees will be assessed only at the time specified in Section 27(C)(v);

v. No matter who commences an arbitration, if the arbitrator finds that a claim was frivolous or asserted for an improper purpose, the party asserting the claim will reimburse the other party for any fees and costs that the party asserting the claim would have been obligated to pay under the AAA Rules; and

vi. No matter who commences an arbitration, You may pay up to half of the AAA's fees and costs if You wish to do so.

E. Right to Attorneys' Fees and Costs. You may hire attorneys to represent You in arbitration. You are responsible for their fees and costs. You may recover them from AWR to the same extent as in court. If the arbitrator finds that a claim was frivolous or brought for an improper purpose, the other party may recover its attorneys' fees and costs to the same extent as in court.

F. Effect of Rejecting Settlement Offers. If the outcome of a legal action is less favorable to the party seeking relief than a settlement offer that party rejected, that party must pay all of the fees and costs (including reasonable attorneys' fees) incurred by the other party after the offer was made.

G. Waiver of Class Actions.

i. **WHETHER IN ARBITRATION OR COURT, YOU AND AWR WAIVE THE RIGHT TO PROSECUTE OR PARTICIPATE IN A CLASS ACTION, COLLECTIVE ACTION, OR OTHER REPRESENTATIVE ACTION, OR OTHERWISE SEEK REDRESS FOR ALLEGED INJURIES TO THIRD PARTIES.** This waiver is a material and essential part of this Arbitration Provision and cannot be severed from it.

ii. **WHETHER IN ARBITRATION OR COURT, YOU AND AWR WAIVE THE RIGHT TO SEEK PUBLIC INJUNCTIVE RELIEF.** This waiver is not a material or essential part of this Arbitration Provision and can be severed from it by a court of competent jurisdiction. If, after exhaustion of all appeals, such a court refuses to enforce this waiver with respect to a particular claim or request for relief, You and AWR will jointly petition the court to decide that claim or request for relief only after all other claims and requests for relief have been decided.

H. Right to Reject This Arbitration Provision. You may opt out of this Arbitration Provision by sending AWR written notice by certified mail, postmarked no later than thirty (30) days after the Effective Date, to AWR at P.O. Box 4950 Naperville, IL 60567-4950,

Attention: Legal Department. Notices not mailed to that address and postmarked by that date will not be effective. Your decision will not adversely affect Your relationship with or service from AWR.

I. Right to Reject Changes to this Arbitration Provision. You may reject changes to this Arbitration Provision by sending AWR written notice by certified mail, postmarked no later than thirty (30) days after Your first receipt of notice of a change, to AWR at P.O. Box 4950 Naperville, IL 60567-4950, Attention: Legal Department. Notices not mailed to that address and postmarked by that date will not be effective. Your decision will not adversely affect Your relationship with or service from AWR.

J. Survival. This arbitration provision shall survive the cancellation or expiration of the Agreement.

K. When Must Legal Actions Be Commenced? Any legal action (whether in arbitration, small claims court, or otherwise) that arises from a Dispute (as defined in this Section) must be commenced within 1 year of the first event that gave rise to the Dispute. Failure to do so waives the right to pursue that claim.

27. What Liability Does AWR Have?

You agree that AWR, its parents, its successors, its affiliates, its independent contractors, and its and their officers, directors, employees, affiliates, agents and contractors shall not be liable to You or any third party for: (1) any actual losses or direct damages in excess of the lowest applicable per occurrence protection limit set forth above; or (2) any amount of any form of indirect, special, punitive, incidental or consequential losses or damages, including those caused by any fault, failure, delay or defect in providing services under this Agreement. These limitations and waivers shall apply to all claims and all theories of liability and shall survive the cancellation of this Agreement.

28. How Can You Contact AWR or the Seller?

AWR's goal is to give You the best possible customer service. If You have any questions or complaints, please call AWR toll-free at 1-800-985-8129, mail P.O. Box 4950, Naperville, Illinois, 60567-4950, or visit AWR's website at www.AWRUSA.com. Telephone calls may be recorded and/or monitored. You may also contact the Seller at (866)242-0629 or by mail at 1343 Canton Road, Suite A Marietta, GA 30066.

29. Will Your Information Remain Private?

AWR may obtain Your name, address, telephone number and any other pertinent information from the Seller. AWR may share it with others in order to provide services under this Agreement.

30. What Law Governs This Agreement?

The law of the state where Your Home is located shall govern this Agreement and any dispute between You and AWR. Additional terms and conditions specific to some states are set forth below. If they apply and conflict with the terms and conditions above, the following terms and conditions control.

A. Alabama - You may cancel this Agreement within 20 days of the receipt of these terms and conditions, and if no claim has been made during this period, this Agreement is void and AWR shall refund to You the full Program Fees of this Agreement. Any refund due to You will be credited to any outstanding balance of Your account, and the excess, if any, shall be refunded to You. If you cancel within 20 days of the receipt of this Agreement, a 10% penalty per month shall be added to a refund that is not paid or credited within 45 days after You cancel this Agreement. If You cancel this Agreement after 20 days of receipt of this Agreement, AWR shall refund to You the unearned portion of the full Program Fees of this Agreement. Any refund due to You will be credited to any outstanding balance of Your account, and the excess, if any shall be refunded to You.

B. Arizona - Pre-existing Conditions: The exclusion of pre-existing conditions in Section 6 does not apply if such conditions were known or should reasonably have been known by AWR or anyone selling this Agreement on AWR's behalf. AWR will deny coverage for the reasons set forth in these terms and conditions only if these situations occurred while You own Your Home. **Refunds:** Except as set forth in Section 18, if You cancel this Agreement more than thirty (30) days after the Effective Date You will receive a pro rata refund of any Purchase Prices paid by You (if applicable) for the cancelled portion of the term minus any claim expenses paid by AWR. **Your Rights:** The limitation of liability above does not prevent You from seeking relief with the Arizona Department of Insurance Consumer Affairs Division under the provisions of Arizona Revised Statutes 20-1095.04 and 20-1095.09.

C. Arkansas – In addition to Your cancellation rights listed above, You may cancel this Agreement within 20 days of the date this Agreement was mailed to You or within 10 days of delivery if this Agreement is delivered to You at the time of sale or within a longer time period permitted under this Agreement. If You have not received any protection during the period specified above, You are entitled to a full refund of the amount paid by You under this Agreement. If you cancel during this Agreement within 20 days of the date this Agreement was mailed to You or within 10 days of delivery if this Agreement is delivered to You at the time of sale, a 10% penalty per month must be added to a refund that is not paid or credited to You within 45 days after Your cancellation of this Agreement. This Agreement is backed by the full faith and credit of AWR and is not guaranteed under a service Agreement reimbursement insurance policy.

D. District of Columbia - In addition to Your cancellation rights set forth in the Cancellation Section, You may cancel this Agreement within 30 days of the date this Agreement was mailed to You or the date of delivery if this Agreement is delivered to You at the time of sale or within a longer time period permitted under this Agreement and if You have not received any protection, You are entitled to a full refund of the amount paid by You under this Agreement. A 10% penalty per month on the Purchase Prices amount for this Program must be added to a refund that is not

paid or credited to You within 45 days after the cancellation of this Agreement. Your right to cancel this Agreement and receive a full refund during the first 30 days after Your receipt of this Agreement is not transferable and applies only to the original Agreement purchaser.

E. Florida – In Florida the Obligor is American Water Resources of Florida, LLC, 1415 W Diehl Rd, Suite 270, Naperville, IL. Unauthorized repair or replacement of covered equipment may result in the cancellation of this Agreement by Us. You have the right to assign this Agreement in a consumer transaction, within 15 days from the date Your Home is sold or transferred, to a subsequent retail purchaser of Your Home covered by this Agreement and all conditions on such right of transfer. We may charge an assignment fee not to exceed \$40. You may cancel this Agreement within 10 days after purchase. If you cancel within 10 days after purchase, the refund will be 100% of the gross Purchase Prices paid, less any claims paid on this Agreement. After this Agreement has been in effect for 10 days, if You cancel this Agreement, a return of premium will be based upon 90% of unearned pro rata Purchase Prices less any claims that have been paid. If We cancel this Agreement for any reason other than for fraud or misrepresentation, a return of premium shall be based upon 100% of unearned pro rata Purchase Prices, less any claims paid on this Agreement. In the event of cancellation by Us, written notice of cancellation shall be mailed to You not less than sixty (60) days before cancellation is effective. If AWR cancels this Agreement, the return premium is based upon 100% of the unearned pro rata premium. The rate which is charged for this Agreement is not subject to regulation by the Florida Office of Insurance Regulation. **This Agreement does not provide listing period coverage free of charge.**

F. Georgia - If AWR does not perform a covered repair within sixty (60) days after You request service, or issue a refund owed to You within sixty (60) days after this Agreement is cancelled, You may file a claim directly against Travelers Casualty and Surety Company of America, Enterprise Development, One Tower Square, Hartford, CT 06183. Nothing contained in the Arbitration provision shall affect your right to file a direct claim against Travelers Casualty and Surety Company pursuant to O.C.G.A. 33-7-6. Refunds: The following statements replace the terms of Section 18 above: (a) If You cancel this Agreement within twenty (20) days of the date that AWR or Seller mailed this Agreement to Your last known address or within ten (10) days of delivery if AWR or Seller delivered this Agreement to You at the time of sale (collectively the "Free Look Period"), a full refund will be issued to You. (b) If You cancel this Agreement within the Free Look Period and AWR or Seller does not issue a refund to You within forty-five (45) days of cancellation, an amount equal to ten percent (10%) of the Purchase Price being refunded will be added to the amount You are owed for each month that the refund remains unpaid. (c) If You cancel this Agreement after the Free Look Period, one hundred percent (100%) of the unearned pro rata Purchase Prices

will be refunded less a cancellation fee not to exceed ten percent (10%) of the pro rata refund amount.

AWR may cancel this Agreement only for fraud, material misrepresentation, or failure to pay. If AWR cancels this Agreement, You will be provided 30 days written notice regardless of the reason for cancellation; and AWR or Seller will refund 100% of the unearned pro rata purchase price, less any claims paid. After the free look period, You may cancel this Agreement at any time upon demand and surrender of the Agreement, in which case AWR will refund 100% of the unearned pro rata purchase price, less any claims paid.

In the event this Agreement is available in Spanish, should a discrepancy arise between the English and Spanish versions of this Agreement due to issues of interpretation, the English version will take precedence in all cases.

G. Illinois – You may cancel this Agreement: (a) within 30 days after its purchase if no service has been provided and receive a full refund of the Purchase Prices, less any applicable cancellation fee, charged at AWR's or Seller's discretion, not to exceed the lesser of 10% of the Purchase Prices or \$50; or (b) at any other time and receive a pro rata refund of the Purchase Prices for the unexpired term of this Agreement, based on the number of elapsed months less the value of any service received, and any applicable cancellation fee, charged at AWR's Seller's discretion, not to exceed the lesser of 10% of the Purchase Prices or \$50.

H. Iowa – AWR is subject to regulation by the Insurance Division of Iowa's Department of Commerce. Complaints that are not resolved by AWR may be sent to the Iowa Insurance Division, 1963 Bell Avenue, Suite 100, Des Moines, Iowa 50315. AWR's obligations under this Agreement are backed by the full faith and credit of AWR and are not guaranteed under a reimbursement insurance policy. In addition to Your cancellation rights set forth in the Cancellation Section, You may cancel this Agreement within 20 days of the date this Agreement was mailed to You or within 10 days of delivery if this Agreement is delivered to You at the time of sale or within a longer time period permitted under this Agreement and, if You have not received any protection, You are entitled to a full refund of the amount paid by You under this Agreement. If You cancel during the above specified timeframe, a 10% penalty per month on the refund amount for this Program must be added to a refund that is not paid or credited to You within 30 days after the cancellation of this Agreement.

I. Kentucky – If AWR does not pay for any covered repair within 60 days after You request service, You may file a claim directly against Travelers Casualty and Surety Company of America, 399 Thornall Street, Edison, NJ 08837.

J. Louisiana – The following statement replaces the provisions of Section 23 with respect to when AWR may cancel this Agreement: AWR may cancel this Agreement without prior written notice if You are 30 days or more past due on Your Purchase Price, made a

material misrepresentation to AWR, or materially breached this Agreement. AWR may cancel this Agreement for any other reason with 15 days prior written notice, stating the effective date of and reason for cancellation. In addition to Your cancellation rights listed above, You may cancel this Agreement within 20 days of the date this Agreement was mailed to You or within 10 days of delivery if this Agreement is delivered to You at the time of sale or within a longer time period permitted under this Agreement. If You have not received any protection during the above specified period, You are entitled to a full refund of the amount paid by You under this Agreement. A 10% penalty per month must be added to a refund issued during the above specified period that is not paid or credited to You within 45 days after the cancellation of this Agreement.

K. Maine – If You cancel this Agreement within 20 days of the date this Agreement was mailed to You or within 10 days of delivery if this Agreement is delivered to You at the time of sale and You have not made a claim, You are entitled to a full refund of the amount paid by You under this Agreement. The right to void the service Agreement during such period is not transferable and applies only to the original Agreement purchaser. If You cancel during the above specified period, a monthly penalty equal to 10% of the refund must be added to a refund that is not paid or credited within 45 days after return of the service Agreement to Us. Otherwise, if You terminate this Agreement, You will receive a pro rata refund based on the time expired, less the cost of any claims made. The following statement replaces the provisions of Section 23 with respect to when AWR may cancel this Agreement: AWR may cancel this Agreement for any reason with 15 days prior written notice, stating the effective date of and reason for cancellation. If AWR cancels this Agreement for a reason other than nonpayment of Your Purchase Price, You are entitled to a refund of 100% of the unearned pro rata Fee, less any claims paid.

L. Massachusetts – In addition to Your cancellation rights listed above, You may cancel this Agreement within 20 days of the date this Agreement was mailed to You or within 10 days of delivery if this Agreement is delivered to You at the time of sale or within a longer time period permitted under this Agreement. If You have not received any protection during the above specified period, You are entitled to a full refund of the amount paid by You under this Agreement. A 10% penalty per month must be added to a refund issued during the above specified period that is not paid or credited to You within 45 days after the cancellation of this Agreement.

M. Michigan – If performance of this Agreement is interrupted because of a strike or work stoppage at AWR's place of business, the effective period of this Agreement shall be extended for the period of the strike or work stoppage.

N. Minnesota – The following statement replaces the provisions of Section 23 with respect to when AWR may cancel this Agreement: AWR may cancel this Agreement with 5 days prior written notice if

You (i) are 30 days or more past due on Your Purchase Price, (ii) made a material misrepresentation to AWR, or (iii) materially breached this Agreement. AWR may cancel this Agreement for any other reason with 15 days prior written notice.

O. Missouri – Obligations of AWR under this Agreement are backed only by the full faith and credit of AWR and are not guaranteed under a reimbursement insurance policy.

P. Nevada – If You are not satisfied with the manner in which AWR is handling a repair under this Agreement, You may contact the Nevada Division of Insurance toll-free at (888) 872-3234. If a repair covered under this Agreement is an Emergency, repairs will commence within 24 hours of Your request for service. If an Emergency repair cannot be completed within 3 calendar days of Your request for service, AWR will provide You and the Nevada Division of Insurance with a status report that identifies: (i) the required repairs or services; (ii) the reason why repairs will take longer than 3 days (including the status of any parts needed for the repair); (iii) the estimated date that the repairs will be completed; and (iv) a telephone number for You to call with questions about Your claim. AWR will respond to any questions regarding Your claim within 1 business day. For purposes of this section, "Emergency" means that a loss of plumbing covered under this Agreement has made Your Home unsafe to live in because of defects that immediately endanger the health and safety of its occupants. AWR may not transfer its obligations under this Agreement to a third party. AWR may assign only its duties as administrator of this Agreement to a third party. **Changes: The following statement replaces the provisions of Section 22 with respect to when AWR may change this Agreement:** Any change that AWR makes to this Agreement will not be effective until the expiration of the current term; provided, however, that if AWR makes a change that expands coverage under this Agreement at no additional cost to You, the change will become effective thirty (30) days after AWR notifies You of the change. **Cancellation: The following statement replaces the provisions of Section 23 with respect to when AWR may cancel this Agreement:** AWR may not cancel this Agreement without giving You 15 days written notice. For 69 days after the Effective Date, AWR may cancel this Agreement for any reason. More than 69 days after the Effective Date, AWR may cancel this Agreement if You: (i) are 30 days or more past due on any amount owed to AWR or its independent contractors; (ii) misrepresented any material facts when You entered into or requested service under this Agreement; or (iii) breach this Agreement and substantially and materially increase the services required under this Agreement. AWR may also cancel if there is a material change in the nature or extent of the services under this Agreement, which substantially and materially increases the required services beyond what was contemplated when this Agreement was issued. If AWR notifies You of its intent to cancel because You are past due on amounts owed to AWR or its independent contractors, cancellation will take effect unless You have satisfied Your obligation to pay all amounts due before the effective date of cancellation. However, until cancellation is

effective, AWR may not suspend or deny otherwise eligible coverage under this Agreement. For Agreements issued in Nevada to Nevada residents, only Nevada law will govern the substantive portions of this Agreement.

Refunds: If We fail to pay a refund within 45 days of Your written request, We will pay a penalty of 10% of the purchase price for each 30-day period or portion thereof that the refund and any accrued penalties remain unpaid.

Q. New Hampshire – If You do not receive satisfaction under this Agreement, You may contact the New Hampshire Insurance Department, 21 South Fruit Street, Suite 14, Concord, NH 03301, or 1-800-852-3416.

R. New Jersey – In addition to Your cancellation rights set forth in the Cancellation Section, You may cancel this Agreement within 20 days of the date this Agreement was mailed to You or within 10 days of delivery if this Agreement is delivered to You at the time of sale or within a longer time period permitted under this Agreement and if You have not received any protection, You are entitled to a full refund of the amount paid by You under this Agreement. A 10% penalty per month on the Purchase Prices amount for this Program must be added to a refund issued during the above specified period that is not paid or credited to You within 45 days after the cancellation of this Agreement.

S. New Mexico – If You have authorized recurring payments of the Purchase Price (as defined in this Agreement), Your Agreement will automatically renew each year for additional one-year terms if at the time of renewal, You are not 30 days or more past due on any amount owed to AWR or its independent contractors. At least 30 days, but no more than 60 days, before the end of the term of Your Agreement, AWR will send You written notice advising You of the date that Your Agreement will be renewed if You do not cancel. The notice will also set forth the procedure by which You may cancel this Agreement at any time by contacting AWR toll free at 1-844-601-9251 or by mailing notice to AWR at P.O. Box 4950, Naperville, Illinois, 60567-4950. If You pay by check, Your Agreement will not automatically renew and AWR will send You a notice requesting that You renew Your Agreement for an additional one-year (365 days) term. **Cancellation: The following statement replaces the provisions of Section 23 with respect to when AWR may cancel this Agreement:** AWR may not cancel this Agreement without giving You 15 days' written notice. AWR may cancel this Agreement for any reason for 69 days after the Effective Date. More than 69 days after the Effective Date, AWR may only cancel this Agreement if You: (i) are 30 days or more past due on any amount owed to AWR or its independent contractors; (ii) misrepresented any material facts when You entered into or requested service under this Agreement; or (iii) breach this Agreement and substantially and materially increase the services required under this Agreement.

T. New York – You may return this Agreement within at least 20 days of the date of mailing of this Agreement or within at least 10

days if this Agreement is delivered to You at the time of sale or within a longer time period if permitted within this Agreement, and if no claim has been made during this period, this Agreement shall be void and AWR or Seller shall refund to You the full Purchase Prices of this Agreement. If You cancel during the above specified period, a 10% penalty per month will be added to a refund that is not made within 30 days of return of this Agreement to Us. This return and penalty provision shall only apply to the original purchaser of this Agreement.

U. North Carolina – You may cancel this Agreement at any time after purchase and receive a pro rata refund less any claims paid. AWR may only cancel this Agreement for nonpayment or for Your direct violation of any provision of this Agreement. The purchase of this Agreement is not required either to purchase or to obtain financing for a home appliance.

V. Ohio – Obligations of AWR under this Agreement are backed only by the full faith and credit of AWR and are not guaranteed under a reimbursement insurance policy.

W. Oklahoma – The coverage afforded under this Agreement is not guaranteed by the Oklahoma Insurance Guaranty Association. AWR is licensed by the Oklahoma Insurance Department as a Home Service Agreement Provider. License Number SCP-864324.

X. Oregon – AWR is licensed by the Oregon Construction Contractors Board, License Number CCB 204749. Complaints that are not resolved by AWR may be sent to the Oregon Department of Justice, Financial Fraud/Consumer Protection, 1162 Court St NE, Salem, OR 97301-4096 www.oregonattorneygeneral.gov or via toll-free telephone at (877) 877-9392. The Arbitration Agreement provision of this Program is revised with the following: “For the purpose of this Arbitration Agreement, references to “we” and “us” also include the respective parents, subsidiaries, affiliates, service Agreement insurers, agents, employees, successors and assigns of this Agreement Obligor and administrator, as defined above. Most of your concerns about this Agreement can be addressed simply by contacting AWR at 888-888-2245. In the event we cannot resolve any dispute, you and we may, in a separate agreement, consent to arbitration. YOU AND WE AGREE THAT EACH PARTY MAY BRING CLAIMS AGAINST THE OTHER ONLY IN AN INDIVIDUAL CAPACITY AND NOT AS A CLASS REPRESENTATIVE OR CLASS MEMBER IN ANY PURPORTED CLASS ACTION, CLASS ARBITRATION OR OTHER SIMILAR PROCEEDING. Any arbitration proceedings shall be conducted within the state of Oregon.

Y. South Carolina – In addition to Your cancellation rights set forth in this Agreement, You may cancel this Agreement within 20 days of the date this Agreement was mailed to You or within 10 days of delivery if this Agreement is delivered to You at the time of sale or within a longer time period permitted under this Agreement and if You have not received any protection, this Agreement is void and You are entitled to a full refund of the amount paid by You under this Agreement. This right to void this Agreement is not

transferable and applies only to the original Agreement purchaser. If You cancel during the above specified period, a 10% penalty per month on the Purchase Prices amount for this Program must be added to a refund that is not paid or credited to You within 45 days after the cancellation of this Agreement. In the event of a dispute with the provider of this Agreement, You may contact South Carolina Department of Insurance, Capitol Center, 1201 Main Street, Ste. 1000, Columbia, South Carolina 29201 or (800) 768-3467.

Z. Texas – In Texas the Obligor is American Water Resources of Texas, LLC, 1415 W Diehl Rd, Suite 270, Naperville, IL 60563. You are entitled to a "Free Look" period for this Agreement. If You decide to cancel this Agreement within 30 days of purchase and You have not made a claim under this Agreement, You are entitled to a 100% refund of any fees paid. If You cancel this Agreement after 30 days from purchase, You will receive a pro rata refund based on the days remaining, less any claims paid and a cancellation fee, charged at AWR or Seller's discretion, of \$25 or 10% of this Agreement fee, whichever is less. If You purchased this Agreement in Texas, unresolved complaints concerning a provider or questions concerning the registration of a service Agreement provider may be addressed to the Texas Department of Licensing and Regulation, P.O. Box 12157, Austin, Texas 78711, telephone number (800) 803-9202. NOTICE: THIS COMPANY PAYS PERSONS NOT EMPLOYED BY THE COMPANY FOR THE SALE, ADVERTISING, INSPECTION, OR PROCESSING OF A RESIDENTIAL SERVICE AGREEMENT UNDER TEXAS OCCUPATIONS CODE §1303.304.AWR_NWP PPP 01.24.23.

AA. Vermont – If no claim has been made under this Agreement, You may return this Agreement within 20 days of the date of receipt and receive a full refund of the Purchase Prices of this Agreement.

BB. Wyoming – This Agreement will be considered void and AWR or Seller will refund You the full Purchase Prices of this Agreement or credit Your account if You have not made a claim under this Agreement and You have returned this Agreement to AWR (a) within 20 days after the date AWR has mailed the Agreement to You, (b) within 10 days after You have received this Agreement if this Agreement was furnished to You at the time this Agreement was purchased, or (c) within a longer time period if specified in this Agreement. If You cancel within the above specified period, a 10% penalty per month shall be added to a refund that is not paid or credited within 45 days after return of this Agreement to Us. The right to void this Agreement provided in this subsection applies only to the original Agreement purchaser and is not transferable. If AWR cancels this Agreement for reasons other than nonpayment, a material misrepresentation made by You to AWR or because of a substantial breach of duties by You relating to the product or its use, AWR will mail a written notice to You at least 10 days prior to cancellation. The notice of cancellation shall state the effective date of cancellation and the reason for cancellation.