

## INSPECTION AGREEMENT

### THIS AGREEMENT LIMITS OUT LIABILITY – PLEASE READ IT CAREFULLY

This Inspection Agreement (the "Agreement") is made effective on the date stated on Page 2 of this agreement by and between AmeriSpec Inspection Services (hereinafter "AmeriSpec", "we", "us" and "our") and client named on Page 2 of this agreement (hereinafter "client", "you" or "your") (collectively "parties"). We are an independently owned and operated franchise of AmeriSpec of Canada, a division of ServiceMaster of Canada Limited (AmeriSpec of Canada) engaged in the business of providing inspection services. You desire to have a **general inspection** (the "inspection") and/or **other inspection related services** ("Ancillary Services") performed on a home located at the address stated on Page 2 of this agreement (collectively "Services"). The Services desired are indicated by checking in the appropriate box beside the desired service.

**FEE:** You agree to pay the fee stated on Page 2 of this agreement for the performance of the Services. This amount shall be paid in full prior to the completion of the Services (unless otherwise agreed in writing by the parties). Should you fail to pay the agreed upon fee(s), you shall be responsible for paying any and all fees associated with collection, including but not limited to administration costs, legal fees, and cost of litigation.

**SCOPE OF THE INSPECTION:** This inspection is a limited visual examination of certain readily accessible systems and components (designed for inspection herein) using normal operating controls and opening readily openable access panels. The purpose of the Inspection is to provide you with information about the condition of certain systems and components of the home at the time of the Inspection. The Inspection will be performed in accordance with the Standards of Practice of the Canadian Association of Home & Property Inspectors (the "CAHPI Standards") (a copy of which is available from us upon request and should be reviewed by you prior to accepting our services). The CAHPI Standards are hereby incorporated by reference in their entirety and are hereby made a part of this Agreement. All terms used herein and not otherwise defined shall have the meaning set forth in the CAHPI Standards.

The inspector is a generalist and is not a licensed engineer or expert in any specific craft or trade. If the inspector recommends further action, including (but not limited to) consulting with a specialized expert(s), you must do so at your expense or otherwise assume all risks associated with failure to do so. **This Inspection is not technically exhaustive.** The fee charged for this Inspection is substantially less than that of a technically exhaustive inspection.

A written inspection Report will be provided describing the following systems and components: structural components (including foundation and framing), exterior, roof system, plumbing system, electrical system, heating system, installed central and through-wall air conditioning systems, interior, insulation & ventilation and fireplaces & solid fuel burning appliances. The Report will identify the following: (a) which systems and components designated for inspection herein are, in the professional opinion of the inspector, significantly deficient or near the end of their service lives, (b) why the inspector deems the system or component to be significantly deficient or near the end of its service life, (c) whether further evaluation, correction or monitoring is needed, and (d) whether any system or component described herein was not inspected and why it was not inspected. We reserve the right to modify the Report for a period of time that shall not exceed forty-eight (48) hours after the Report has been first delivered to you. Nothing in the Agreement is intended to limit the Inspector from reporting observations and conditions in addition to those identified herein or excluding systems and components from the Inspection if agreed to in writing and signed by the parties. Should we, as a courtesy, exceed any particular requirement set forth in one area, we shall not be obligated to exceed the requirements in other areas.

**EXCLUSIONS:** A system or component is not readily accessible if Inspection requires moving personal property, dismantling, destructive measures, or any action that will, in the opinion of the Inspector, likely involve risk to persons or property. Anything not readily observable because it is concealed or inaccessible due to obstructions including (but not limited to) floor coverings, suspended ceiling tiles, insulation, furniture or other personal property, soil, vegetation, water, ice or snow cannot be inspected. We are not required to move or disturb such items in order to diminish or eliminate the obstruction. We are not required to report on or engage in any practice or act that is not included or that is specifically excluded in the CAHPI Standards unless otherwise agreed to in writing signed by the parties. We are not required to inspect anything identified in the CAHPI Standards as limitations or exclusions specific to the systems and components inspected. The list of the following specific exclusions is not an exhaustive list; see CAHPI Standards for additional exclusions and limitations. We are NOT required to determine the following: remaining life of any system or component, the causes of any condition or deficiency, methods and costs of corrections, suitability of the property for a specialized use, market value or marketability, advisability of purchase of the property, the presence of pests such as wood damaging organisms (including termites), rodents or insect, rot/decay, fungus, including mould and mildew, decorative items, underground items, breached vacuum seals in insulated glass, or items not permanently installed. We are not required to do the following: predict future conditions (but not limited to) failure of components, operate any system of component that is shut down or otherwise inoperable, light pilot lights, determine the presence of hazardous substances, enter hazardous areas, or perform engineering, architectural, plumbing, or any other job function requiring an occupational license or certification in your jurisdiction (unless the inspector holds a valid license or certification and the parties agree in writing signed by the parties on the additional services(s) for an additional fee). We are not required to inspect fences, soil conditions, spas, saunas, steam baths, pools (and related equipments), outbuildings (other than garage or carport), sprinkler systems, private and community waste disposal systems, telephones, cable television, intercoms, security systems, low voltage lighting systems, any timing systems, well systems, window-unit air conditioning systems, furnace heat exchangers, and heating or cooling systems when weather conditions or other circumstances may cause equipment damage. We are not required to inspect cosmetic items such as paint, wallpaper, carpet, or other finishes on the walls; ceilings or floors, and any type of window treatment (such as blinds or draperies). We are not required to determine non-compliance with manufacturer's specifications or applicable regulatory requirements, including (but not limited to) building code compliance. Water/moisture leaks seepage and drainage problems are often only visible during or after a certain amount of rain. It is thus impossible to observe water/moisture leaks seepage and drainage problems unless the inspection is conducted during or immediately after a rain sufficient to reveal such problems.

**MOLD EXCLUSION:** AmeriSpec is not responsible for discovering or reporting on the presence or absence of mould or mildew. Furthermore, AmeriSpec is not responsible for any damages that arise from or related to mould or mildew, even if the mould or mildew is a direct consequence of a condition upon which AmeriSpec is required to report as set forth in this agreement.

**ADDITIONAL SERVICES:** We may be able to perform any one or more of the Ancillary Services listed in this agreement. The availability of the Ancillary Services varies depending on location. You should confirm availability prior to execution of this Agreement. Unless you request Ancillary Services by checking in the appropriate box beside the desired service and we agree to perform the Ancillary Service by executing this Agreement, this Agreement is for the general inspection only and does not include the other delineated Ancillary Services, including but not limited to the following: carbon monoxide test, radon gas test, water analysis, on-site waste disposal system inspection, basic energy assessment, wood destroying insects (or organisms) inspection, pool & spa inspection, or invasive testing of EIFS, Exterior Insulation & Finishing Systems (also known as artificial or synthetic stucco) to determine the existence of moisture and damage related thereto. The terms of the performance of Ancillary Services (including the purpose and the scope of the service) shall be defined in a separate addendum signed by the parties.

**DISPUTE RESOLUTION AND REMEDY LIMITATION:**

**Notice of Claims** – You understand and agree that any claim(s) or complaint(s) arising out of or related to any alleged act or omission of AmeriSpec in connection with the Services shall be reported to us, in writing, within ten (ten) business days of discovery. Unless there is an emergency condition, you agree to allow us a reasonable period of time to investigate the claim(s) or complaint(s) by, among other things, re-inspection before you, or anyone acting on your behalf, repairs, replaces, alters or modifies the system or component that is the subject matter of the claim. **You understand and agree that any failure to timely notify us and allow adequate time to investigate as stated above shall constitute a complete bar and waiver of any and all claims you may have against us related to the alleged act or omission unless otherwise prohibited by law.**

**Arbitration** – Any dispute concerning the interpretation of this Agreement or arising from the Services and Report shall be resolved by arbitration conducted in accordance with the rules of the Arbitration and Mediation Institute of Canada before a single arbitrator who is familiar with the inspection industry. The decision of the arbitrator shall be final and binding and shall not be subject to appeal or a question of fact, law or mixed fact and law.

**Limitations Period** – Any legal action arising from this Agreement or from the Services and Report, including (but not limited to) the arbitration proceeding more specifically described above, must be commenced within one (1) year from the date of the Services. **Failure to bring such an action within this time period shall be a complete bar to any such action and a full and complete waiver of any rights, or claims based thereon.** This time limitation period may be shorter than otherwise provided by law.

**Limit of Liability** – Due to the nature of the Services we are providing. It is difficult to foresee or determine (at the time this Agreement is formed) potential damages in the event of an actual or perceived error or omission negligence or breach of this Agreement by us. Thus, **if we fail to perform the Services as provided herein or are careless or negligent in the performance of the Services and/or preparing the Report, our liability for any and all claims related thereto is limited to the fee paid for the Services and you release us from any and all additional liability.** There will be no recovery for consequential damages. You understand that the performance of the Services without this limitation of liability would be more technically exhaustive, likely require specialist(s) and would cost substantially more than the fee paid for this limited visual inspection.

**OTHER PROVISIONS**

**Confidentiality** – You understand that the Services are being performed (and the Report is being prepared) for your sole confidential and exclusive benefit and use. The Report, or any portion thereof, is not intended to benefit any person not a party to this Agreement, including (but not limited to) the seller or the real estate agent(s) involved in the real estate transaction ("third party"). **If you directly or indirectly allow or cause the Report or any portion thereof to be disclosed or distributed to any third party, you agree to indemnify, defend, and hold us harmless for any claims or actions based on the Services or the Report brought by the third party.** By initialling here (\_\_\_\_), you authorize us to distribute copies of the Report to the real estate agents or attorneys directly involved in the transactions, who are not, intended beneficiaries of the Report.

**Nature of the Franchise Relationship** – We are a franchisee of AmeriSpec of Canada. As a franchisee, we are an independently owned and operated business that has a right to use the AmeriSpec of Canada names and marks and system of operation. AmeriSpec of Canada does not control our day-to-day activities. In retaining us to conduct the Services, you acknowledge your understanding that AmeriSpec of Canada, in no way involved in conducting the Services, and are not responsible for our actions. Questions, concerns or complaints should be directed to us rather than AmeriSpec of Canada.

**Severability and Entire Agreement** – The parties agree that should an Arbitrator or Court determine that any provision(s) in the Agreement is void, voidable, or unenforceable, the remaining portions shall remain in full force and effect. This Agreement (in its entirety), and any attached, executed Addenda, contains the entire agreement between the parties, and there are no other representations, warranties, or commitments, except as are specifically set forth herein. This Agreement supersedes any and all representations or discussions, whether oral or written, if any, among the parties relating to the subject matter of this Agreement. This Agreement may be modified, altered or amended only if agreed to in writing and signed by the parties.

Services:

Check Box (to select service)	Requested Service Fee	
_____	General Inspection	\$ _____
_____	Radon Gas Test	\$ _____
_____	Carbon Monoxide Test	\$ _____
_____	Weed Destroying Insects	\$ _____
_____	Water Analysis	\$ _____
_____	EIFS Inspection	\$ _____
_____	Waste Disposal System (Septic) Test	\$ _____
_____	Basic Energy Assessment	\$ _____
_____	Pool & Spa Inspection	\$ _____
_____	_____	\$ _____
_____	GST/HST	\$ _____
	Total Fee	\$ _____

SAMPLE ONLY

THE INSPECTION, ANCILLARY SERVICES, INSPECTION AGREEMENT AND REPORT DO NOT CONSTITUTE A WARRANTY, AN INSURANCE POLICY, OR A GUARANTEE OF ANY KIND; NOR DO THEY SUBSTITUTE FOR ANY DISCLOSURE STATEMENT AS MAY BE REQUIRED BY LAW.

By signing below you acknowledge that you have read, understand and agree to the terms and conditions of this agreement, including (but not limited to) the limitation of liability, arbitration clause and limitations period, and agree to pay the fee listed in the box above.

Client Name \_\_\_\_\_

Client Address \_\_\_\_\_

Address of Property Inspected \_\_\_\_\_

Date & Time of Inspection \_\_\_\_\_

# AMERISPEC OF CANADA

CLIENT

AMERISPEC INSPECTION SERVICE

\_\_\_\_\_  
CLIENT SIGNATURE

By: \_\_\_\_\_  
An independent franchise of AmeriSpec of Canada, a division of ServiceMaster of Canada Limited

\_\_\_\_\_  
CLIENT SIGNATURE

AMERISPEC OF \_\_\_\_\_ BUSINESS ADDRESS

\_\_\_\_\_  
DATE