PRODUCTS/COMPLETED OPERATIONS LIABILITY POLICY (II)

The Korea Chamber of Commerce & Industry

PRODUCTS/COMPLETED OPERATIONS LIABILITY COVERAGE FORM

THIS INSURANCE PROVIDES CLAIMS MADE COVERAGE.
PLEASE READ THE ENTIRE FORM CAREFULLY

Various provisions in this policy restrict coverage. Read the entire policy carefully to determine rights, duties and what is and is not covered.

Throughout this policy the words "you" and "your" refer to the Named Insured shown in Declarations. The words "we", "us" and "our" refer to the company providing this insurance.

The word "insured" means any person or organization qualifying as such under **WHO IS AN INSURED (SECTION II)**

Other words and phrases that appear in quotation marks have special meaning.
Refer to **DEFINITIONS (SECTION VI).**

SECTION I - COVERAGES

Products/Completed Operations Bodily Injury and Property Damage Liability

1. Insuring Agreement.

a. We will pay those sums that the insured becomes legally obligated to pay as damages because of "bodily injury" or "property damage" included within the "products-completed operations hazard" to which this insurance applies. No other obligation or liability to pay sums or perform acts or services is covered unless explicitly provided for under SUPPLEMENTARY PAYMENT. This insurance does not apply to "bodily injury" and "property damage" which occurred before the Retroactive Date, if any, shown in the Declarations or which occurs after the policy period. The "bodily injury" or "property damage" must be caused by an "occurrence." The "occurrence" must take place in the "coverage territory." We will have the right and duty to defend any "suit" seeking those damages. But:

(1) The amount we will pay for damages is limited as described in LIMITS OF INSURANCE **(SECTION Ⅲ);**

(2) We may, at our discretion, investigate any "occurrence" and settle any claim or "suit" that may result; and

(3) Our right and duty to defend end when we have used up the applicable limit of insurance in the payment of judgments or settlements.

b. This insurance applies to "bodily injury" and "property damage" included within the "products-completed operations hazard" only if a claim for damages because of the "bodily injury" or "property damage" is first made against any insured during the policy period.

(1) A claim by a person or organization seeking damages will be deemed to have been made when notice of such claim is received and recorded by any insured or by us, whichever comes first.

(2) All claims for damages because of "bodily injury" to the same person including damages claimed by any person or organization for care, loss or services, or death resulting at any time form the "bodily injury," will be deemed to have been made at the time the first of those claims is made against any insured.

(3) All claims for damages because of "property damage" causing loss to the same person or organization as a result of an "occurrence" will be deemed to have been made at the time the first of those claims is made against any insured.

2. Exclusions.

This insurance does not apply to :

a. "Bodily injury" or "property damage" expected or intended from the standpoint of the insured. This exclusion does not apply to "bodily injury" resulting from the use of reasonable force to protect persons or property.

b. "Bodily injury" or "property damage" for which the insured is obligated to pay damages by reason of the assumption of liability in a contract or agreement. This exclusion does not apply to liability for damages:

(1) Assumed in a contract or agreement that is an "insured contract,";or

(2) That the insured would have in the absence of the contract or agreement.

c. "Bodily injury" or "property damage" for which any insured may be held liable by reason of :

(1) Causing or contributing to the intoxication of any person;

(2) The furnishing of alcoholic beverages to a person under the legal drinking age or under the influence of alcohol; or

(3) Any statute, ordinance or regulation relating to the sale, gift, distribution or use of alcoholic beverages.

This exclusion applies only if you are in the business of manufacturing, distributing, selling, serving or furnishing alcoholic beverages.

d. Any obligation of the insured under a workers compensation, disability benefits of unemployment compensation law or any similar law.

e. "Bodily injury" to :

(1) An employee of the insured arising out of and in the course of employment by the insured; or

(2) The spouse, child, parent, brother or sister of that employee as a consequence of (1) above.

This exclusion applies :

(1) Whether the insured may be liable as an employer or in any other capacity; and

(2) To any obligation to share damages with or repay someone else who must pay damages because of the injury.

This exclusion does not apply to liability assumed by the insured under an "insured contract."

f. "Bodily injury "or "property damage" due to war, whether or not declared, or any act or condition incident to war. War includes civil war, insurrection, rebellion or revolution.

This exclusion applies only to liability assumed under a contract or agreement.

g. "Property damage" to:

(1) Property you own, rent, or occupy;

(2) Premises you sell, give away or abandon, if the "property damage" arises out of any part of those premises;

(3) Property loaned to you ; or

(4) Personal property in your care, custody or control.

Paragraph (2) of this exclusion does not apply if the premises are "your work" and were never occupied, rented or held for rental by you. Paragraphs(3), (4) of this exclusion do not apply to liability assumed under a sidetrack agreement.

h. "Property damage" to "your product" arising out of it or any part of it.

i. "Property damage" to "your work" arising out of it or any part of it and included in the "products-completed operations hazard."

This exclusion does not apply if the damaged work or the work out of which the damage arises was performed on your behalf by a subcontractor.

j. "Property damage" to "impaired property" or property that has not been physically injured, arising out of :

(1) A defect, deficiency, inadequacy or dangerous condition in "your product" or "your work;" or

(2) A delay or failure by you or anyone acting on your behalf to perform a contract or agreement in accordance with its terms.

This exclusion does not apply to the loss of use of other property arising out of sudden and accidental physical injury to "your product" or "your work" after it has been put to its intended use.

k. Damages claimed for any loss, cost or expense incurred by you or others for the loss of use, withdrawal, recall, inspection, repair, replacement, adjustment, removal or disposal of:

(1) "Your product;"

(2) "Your work;" or

(3) "Impaired property";

if such product, work, or property is withdrawn or recalled from the market or from use by any person or organization because of a known or suspected defect, deficiency, inadequacy or dangerous condition in it.

SUPPLEMENTARY PAYMENTS

We will pay, with respect to any claim or "suit" we defend :

1. All expenses we incur.
2. The cost of bonds to release attachments, but only for bond amounts within the applicable limit of insurance. We do not have to furnish these bonds.
3. All reasonable expenses incurred by the insured at our request to assist us in the investigation or defense of the claim or "suit," including actual loss of earnings up to $100 a day because of time off from work.
4. All costs taxed against the insured in the "suit."
5. Prejudgment interest awarded against the insured on that part of the judgment we pay. If we make an offer to pay the applicable limit of insurance, we will not pay any prejudgment interest based on that period of time after the offer.
6. All interest on the full amount of any judgment that accrues after entry of the judgment and before we have paid, offered to pay, or deposited in court the part of the judgment that is within the applicable limit of insurance.

These payments will not reduce the limits of insurance.

SECTION II - WHO IS AN INSURED

1. If you are designated in the Declarations as :

a. An individual, you and your spouse are insureds, but only with respect to the conduct of a business of which you are the sole owner.

b. A partnership or joint venture, you are an insured. Your members, your partners, and their

spouses are also insureds, but only with respect to the conduct of your business.

c. An organization other than a partnership or joint venture, you are an insured. Your executive officers and directors are insureds, but only with respect to their duties as your officers or directors. Your stockholders are also insureds, but only with respect to their liability as stockholders.

2. Each of the following is also an insured :

a. Your employees, other than your executive officers, but only for acts within the scope of their employment by you. However, none of these employees is an insured for:

(1) "Bodily injury" to you or to a co-employee while in the course of his or her employment, or

(2) "Bodily injury" arising out of his or her providing or failing to provide professional health care services; or

(3) "Property damage" to property owned or occupied by or rented or loaned to that employee, any of your other employees, or any of your partners or members (if you are a partnership or joint venture).

b. Any person (other than your employee) or any organization while acting as your real estate manager.

c. Any person or organization having proper temporary custody of your property if you die, but only:

(1) With respect to liability arising out of the maintenance or use of that property; and

(2) Until your legal representative has been appointed.

d. Your legal representative if you die, but only with respect to duties as such. That representative will have all your rights and duties under this Coverage Part.

3. Any organization you newly acquire or form, other than a partnership or joint venture, and over which you maintain ownership or majority interest, will be deemed to be as a Named Insured if there is no other similar insurance available to that organization. However:

a. Coverage under this provision is afforded only until the 90th day after you acquire or form the organization or the end of the policy period, whichever is earlier; and

b. Coverage does not apply to "bodily injury" or "property damage" that occurred before you acquired or formed the organization

No person or organization is an insured with respect to the conduct of any current or past partnership or joint venture that is not shown as a Named Insured in the Declarations.

SECTION III - LIMITS OF INSURANCE

1. The Limits of Insurance shown in the Declarations and the rules below fix the most we will pay

regardless of the number of:

a. Insureds;

b. Claims made or "suits" brought; or

c. Persons or organizations making claims or bringing "suits."

2. The Aggregate Limit is the most we will pay for damages because of injury and damage included in the "products-completed operations hazard."

3. Subject to 2. above, the Each Occurrence Limit is the most we will pay for damages because of all "bodily injury" and "property damage" arising out of any one "occurrence."

The limits of this Coverage Part apply separately to each consecutive annual period and any remaining period of less than 12 months, starting with the beginning of the policy period shown in the Declarations, unless the policy period is extended after issuance for an additional period of less than 12 months. In that case, the additional period will be deemed part of the last preceding period for purposes of determining the Limits of Insurance.

SECTION IV - TERMS AND CONDITIONS

1. Bankruptcy.

Bankruptcy or insolvency of the insured or of the insured's estate will not relieve us of our obligations under this Coverage Part.

2. Duties In The Event Of Occurrence, Claim Or Suit.

a. You must see to it that we are notified as soon as practicable of an "occurrence" which may result in a claim. Notice should include:

(1) How, when and where the "occurrence" took place;

(2) The names and addresses of any injured persons and witnesses; and

(3) The nature and location of any injury or damage arising out of the "occurrence."

Notice of an "occurrence" is not notice of a claim.

b. If a claim is received by any insured, you must:

(1) Immediately record the specifics of the claim and the date received; and

(2) Notify us as soon as practicable.

you must see to it that we receive written notice of the claim as soon as practicable.

c. You and any other involved insured must:

(1) Immediately send us copies of any demands, notices, summonses or legal papers received in connection with the claim or "suit;"

(2) Authorize us to obtain records and other information;

(3) Cooperate with us in the investigation, settlement or defense of the claim or "suit;" and

(4) Assist us, upon our request, in the enforcement of any right against any person or organization which may be liable to the insured because of injury or damage to which this insurance may also apply.

d. No insureds will, except at their own cost, voluntarily make a payment, assume any obligation, or incur any expense, other than for first aid, without our consent.

3. Legal Action Against Us.

No person or organization has a right under this Coverage Part :

a. To join us as a party or otherwise bring us into a "suit" asking for damages from an insured; or

b. To sue us on this Coverage Part unless all of its terms have been fully complied with.

A person or organization may sue us to recover on an agreed settlement or on a final judgment against an insured obtained after an actual trial; but we will not be liable for damages that are not payable under the terms of this Coverage Part or that are in excess of the applicable limit of insurance. An agreed settlement means a settlement and release of liability signed by us, the insured and the claimant or the claimant's legal representative.

4. Other Insurance.

If other valid and collectible insurance is available to the insured for a loss we cover under this coverage Part, our obligations are limited as follows:

a. Primary Insurance

This insurance is primary except when b. below applies. If this insurance is primary, our obligations are not affected unless any of the other insurance is also primary. Then, we will share with all that other insurance by the method described in c. below.

b. Excess Insurance

This insurance is excess over any of the other insurance whether primary, excess, contingent or on any other basis that is effective prior to the beginning of the policy period shown in the Declarations of this insurance and applies to "bodily injury"or "property damage" included within the "products-completed operations hazard" on other than a claims-made basis, if:

(1) No Retroactive Date is shown in the Declarations of this insurance; or

(2) The other insurance has a policy period which continues after the Retroactive Date shown in the Declarations of this insurance.

When this insurance is excess, we will have no duty to defend any claim or "suit" that any other insurer has a duty to defend. If no other insurer defends, we will undertake to do so, but we will be entitled to the insured's rights against all those other insurers.

When this insurance is excess over other insurance, we will pay only our share of the amount of the loss, if any, that exceeds the sum of.

(1) The total amount that all such other insurance would pay for the loss in the absence of this insurance; and
(2) The total of all deductible and self-insured amounts under all that other insurance.

We will share the remaining loss, if any, with any other insurance that is not described in this Excess Insurance provision and was not bought specifically to apply in excess of the Limits of Insurance shown in the Declarations of this Coverage Part.

c. Method of Sharing
If all of the other insurance permits contribution by equal shares, we will follow this method also. Under this approach each insurer contributes equal amounts until it has paid its applicable limit of insurance or none of the loss remains, whichever comes first.
If any of the other insurance does not permit contribution by equal shares, we will contribute by limits. Under this method, each insurer's share is based on the ratio of its applicable limit of insurance to the total applicable limits of insurance of all insurers.

5. Premium Audit.

a. We will compute all premiums for this Coverage Part in accordance with our rules and rates.
b. Premium shown in this Coverage Part as advance premium is a deposit premium only. At the close of each audit period we will compute the earned premium for that period. Audit premiums are due and payable on notice to the first Named Insured. If the sum of the advance and audit premiums paid for the policy term is greater than the earned premium, we will return the excess to the first Named Insured.
c. The first Named Insured must keep records of the information we need for premium computation, and send us copies at such times as we may request.

6. Representations.

By accepting this policy, you agree:

a. The statements in the Declarations are accurate and complete;
b. Those statements are based upon representations you made to us; and
c. We have issued this policy in reliance upon your representations.

7. Separation of Insureds.

Except with respect to the Limits of Insurance, and any rights or duties specifically assigned to the first Named Insured, this insurance applies:

a. As if each Named Insured were the only Named Insured; and
b. Separately to each insured against whom claim is made or "suit" is brought.

8. Transfer Of Rights Of Recovery Against Others To Us.

If the insured has rights to recover all or part of any payment we have made under this Coverage Part, those rights are transferred to us. The insured must do nothing after loss to

impair them. At our request, the insured will bring "suit" or transfer those rights to us and help us enforce them.

9. Cancellation

a. The first Named Insured shown in the Declarations may cancel this policy by mailing or delivering to us advance written notice of cancellation.

b. We may cancel this policy by mailing or delivering to the first Named Insured written notice of cancellation at least:

(1) 10 days before the effective date of cancellation if we cancel for nonpayment of premium; or

(2) 30 days before the effective date of cancellation if we cancel by reason of following items. However, we may not cancel the contract if 30 days have passed from the time of our becoming aware of the fact, or if we have failed to learn of it by our own gross negligence:

1) If, with respect to matters to be declared in the application for the contract, the facts have not been correctly declared, by wilful act or gross negligence on the part of the policyholder, the insured or any person acting on their behalf; or

2) If the duty to give notice in respect of a change of a material increase in the risk has not been fulfilled; or

3) If the insured's wilful act or gross negligence increase or change the risk materially; or

4) If the insured refuses or avoids our inspection in Condition 12.Inspection and Surveys.

c. We will mail or deliver our notice to the first Named Insured's last mailing address known to us.

d. Notice of cancellation will state the effective date of cancellation. The policy period will end on that date.

e. If this policy is cancelled, we will send the first Named Insured any premium refund due. If we cancel, the refund will be pro rata, if the first Named Insured cancels, the balance remaining after the deduction of the premium calculated at the short-term rate for the period already elapsed will be refunded. The cancellation will be effective even if we have not made or offered a refund.

f. If notice is mailed, proof of mailing will be sufficient proof of notice.

10. Changes

This policy contains all the agreements between you and us concerning the insurance afforded. The first Named Insured shown in the Declarations is authorized to make changes in the terms of this policy with our consent. This policy's terms can be amended or waived only by endorsement issued by us and made a part of this policy.

11. Examination of Your Books and Records

We may examine and audit your books and records as they related to this policy at any time during the policy period and up to within one year from the date of the receipt of claim payment request.

12. Inspection and Surveys

We have the right but are not obligated to:

a. Make inspections and surveys at any time;

b. Give you reports on the conditions we find: and

c. Recommend changes.

Any inspections, surveys, reports or recommendation related only to insurability and the premiums to be charged. We do not make safety inspections. We do not undertake to perform the duty of any person or organization to provide for the health or safety of workers or the public.

And we do not warrant that conditions:

a. Are safe or healthful; or

b. Comply with laws, regulations, codes or standards.

This condition applies not only to us, but also to any rating, advisory, rate service or similar organization which makes insurance inspections, surveys, reports or recommendations.

13. Premiums

The first Named Insured shown in the Declarations:

a. Is responsible for the payment of all premiums; and

b. Will be the payee for any return premiums we pay.

14. Transfer Of Your Rights And Duties Under This Policy

Your rights and duties under this policy may not be transferred without our written consent except in the case of death of an individual named insured. If you die, your rights and duties will be transferred to your legal representative but only while acting within the scope of duties as your legal representative. Until your legal representative is appointed, anyone having proper temporary custody of your property will have your rights and duties but only with respect to that property.

SECTION V - EXTENDED REPORTING PERIODS

1. We will provide an automatic Extended Reporting Periods as described in paragraph 3. or, if you purchases it, an Extended Reporting Period Endorsement as described in paragraph 4., only if:

   a. This Coverage Part is cancelled or not renewed for any reason except non- payment of the premium;

   b. We renew or replace this Coverage Part with other insurance that:

      (1) Provides claims-made coverage for Products/Completed Operations Bodily Injury and Property Damage Liability; and

(2) Has a Retroactive date later than the one shown in the Coverage part's schedule; or

c. We replace this Coverage Part with other insurance that applies to "Bodily Injury" or "Property Damage" on other than a claims-made basis.

2. If we provide an Extended Reporting Period, the following is added to paragraph 1. of SECTION Ⅰ - COVERAGES:

a. A claim first made during the Extended Reporting Period will be deemed to have been made on the last day of the policy period, provided that the claim is for damages because of "bodily injury"or "property damage" that occurred before the end of the policy period of this policy(but not before any applicable Retroactive Date).

The Extended Reporting Period will not reinstate or increase the Limits of Insurance or extend the policy period.

3. The automatic Extended Reporting Period will be as set forth in either a. or b. below:

a. 60 days, starting with the end of the policy period of this policy.

b. Five years, starting with the end of the policy period of this policy. This automatic Extended Reporting Period applies only to claims as a result of an "occurrence" of which we are notified after the Retroactive Date, if any, shown in the Declaration but not later than 60 days after the end of the policy period of this policy. Notification of the "occurrence" must be in accordance with paragraph 2.a. of SECTION Ⅳ- TERMS AND CONDITIONS (Duties in the Event of Occurrence, Claim or Suit).

These automatic Extended Reporting Periods apply only if no subsequent insurance you purchase applies to the claim, or would apply but for the exhaustion of its applicable limit of insurance. These automatic Extended Reporting Periods may not be cancelled.

4. If you purchase the optional Extended Reporting Period Endorsement, the Extended Reporting Period will be an unlimited time, starting with the end of the policy period, if we issue an extended Reporting Period Endorsement. We will issue that Endorsement if the first Named Insured shown in the Declaration:

a. Makes a written request for it which we receive within 60 days after the end of policy period;

and

c. Promptly pays the additional premium when due.

The Extended Reporting Period Endorsement will not take effect unless the additional premium is paid when due. If that premium is paid when due, the Endorsement may not be cancelled.

The Extended Reporting Period Endorsement will also amend paragraph 4. b. of SECTION Ⅳ TERMS AND CONDITIONS (Other insurance) so that the insurance provided will be excess over any other valid and collectible insurance available to the insured, whether

primary, excess, contingent or on any other basis, whose policy period begins or continues after the Endorsement takes effect.

We will determine the actual premium for the Extended Reporting Period Endorsement in accordance with our rules and rates, In doing so, we may take into account the following:

a. The exposures insured ;
b. Previous types and amounts of insurance ;
c. Limits of Insurance available under this Coverage Part for future payment of damages ; and
d. Other related factors.

The premium for the Extended Reporting Period Endorsement will not exceed 200% of the annual premium for this Coverage Part to which the Endorsement would be attached and will be fully earned when the Endorsement takes effect.

SECTION VI – DEFINITIONS

1. "**Auto**" means a land motor vehicle, trailer or semitrailer designed for travel on public roads, including any attached machinery or equipment. But "auto" does not include "mobile equipment."

2. "**Bodily injury**" means bodily injury, sickness or disease sustained by a person, including death resulting from any of these at any time.

3. "**Coverage territory**" means :
   a. Any country stated in the policy;
   b. International waters or airspace, provided the injury or damage does not occur in the course of travel or transportation to or from any place not included in a. above; or
   c. All parts of the world if :
      (1) The injury or damage arises out of goods or products made or sold by you in the territory described in a. above; and
      (2) The insured's responsibility to pay damages is determined in a"suit"on the merits, in the territory described in a. above or in settlement we agree to.

4. "**Impaired Property**" means tangible property, other than "your product" or "your work," that cannot be used or is less useful because :
   a. It incorporates "your product" or "your work" that is known or thought to be defective, deficient, inadequate or dangerous; or
   b. You have failed to fulfill the terms of a contract or aggreement ;

if such property can be restored to use by :

a. The repair, replacement, adjustment or removal of "your product" or "your work;" or

b. Your fulfilling the terms of the contract or agreement.

5. "**Insured contract**" means :

a. A lease of premises ;

b. A sidetrack agreement ;

c .An easement or license agreement in connection with vehicle or pedestrian private railroad crossings at grade ;

d. Any other easement agreement, except in connection with construction or demolition operations on or within 50 feet of a railroad;

e. An indemnification of municipality as required by ordinance, except in connection with work for a municipality;

f. An elevator maintenance agreement; or

g. That part of any other contract or agreement pertaining to your business under which assume the tort liability of another to pay damages because of "bodily injury" or "property damage" to a third person or organization, if the contract or agreement is made prior to the "bodily injury" or "property damage". Tort liability means a liability that would be imposed by law in the absence of any contract or agreement.

An "insured contract" does not include that part of any contract or agreement:

a. That indemnifies an architect, engineer or surveyor for injury or damage arising out of

(1) Preparing, approving or failing to prepare or approve maps, drawings, opinions, reports, surveys, change orders, designs or specifications; or

(2) Giving directions or instructions, or failing to give them, if that is the primary cause of the injury or damage;

b. Under which the insured, if an architect, engineer or surveyor, assumes liability for an injury or damage arising out of the insured's rendering or failing to render professional services, including those listed in a. above and supervisory, inspection or engineering services.

6. "**Loading or unloading**" means the handling of property :

a. After it is moved from the place where it is accepted for movement into or onto an aircraft, watercraft or "auto;"

b. While it is in or on an aircraft, watercraft or "auto;" or

c. While it is being moved from an aircraft, watercraft or "auto" to the place where it is finally delivered;

but "loading or unloading" does not include the movement of property by means of a mechanical device, other than a hand truck, that is not attached to the aircraft, watercraft or "auto."

7. "**Mobile equipment**" means any of the following types of land vehicles, including any attached machinery or equipment :
   a. Bulldozers, farm machinery, forklifts and other vehicles designed for use principally off public roads;
   b. Vehicles maintained for use solely on or next to premises you own or rent;
   c. Vehicles that travel on crawler treads;
   d. Vehicles, whether self-propelled or not, maintained primarily to provide mobility to permanently mounted:
      (1) Power cranes, shovels, loaders, diggers or drills; or
      (2) Road construction or resurfacing equipment such as graders, scrapers or rollers;
   e. Vehicles not described in a., b., c. or d. above that are not self-propelled and are maintained primarily to provide mobility to permanently attached equipment of the following types:
      (1) Air compressors, pumps and generators, including spraying, welding, building cleaning, geophysical exploration, lighting and well servicing equipment; or
      (2) Cherry pickers and similar devices used to raise or lower workers;
   f. Vehicles not described in a., b., c. or d. maintained primarily for purposes other than the transportation of persons or cargo.

   However, self-propelled vehicles with the following types of permanently attached equipment are not "mobile equipment" but will be considered "autos:"
   (1) Equipment designed primarily for:
      (a) Snow removal ;
      (b) Road maintenance, but not construction or resurfacing;
      (c) Street cleaning;
   (2) Cherry pickers and similar devices mounted on automobile or truck chassis and used to raise or lower workers; and
   (3) Air compressors, pumps and generators, including spraying, welding, building cleaning, geophysical exploration, lighting and well servicing equipment.

8. "**Occurrence**" means an accident including continuous or repeated exposure to substantially the same general harmful conditions.

9. a. "Products-completed operations hazard" includes all "bodily injury" and "property damage" occurring away from premises you own or rent and arising out of "your product" or "your work" except :
      (1) Products that are still in your physical possession ; or
      (2) Work that has not yet been completed or abandoned.
   b. "Your Work" will be deemed completed at the earliest of the following times :

(1) When all of the work called for in your contract has been completed.
(2) When all of the work to be done at the site has been completed if your contract calls for work at more than one site.
(3) When that part of the work done at a job site has been put to its intended use by any person or organization other than another contractor or subcontractor working on the same project. Work that may need service, maintenance, correction, repair or replacement, but which is otherwise complete, will be treated as completed.

c. This hazard does not include "bodily injury" or "property damage" arising out of :
(1) The transportation of property, unless the injury or damage arises out of a condition in or on a vehicle created by the "loading or unloading" of it ;
(2) The existence of tools, uninstalled equipment or abandoned or unused materials ;
(3) Products or operations for which the classification in this Coverage Part or in our manual of rules includes products or completed operation.

10. "**Property damage**" means :
a. Physical injury to tangible property, including all resulting loss of use of that property; or
b. Loss of use of tangible property that is not physically injured

11. "**Suit**" means a civil proceeding in which damages because of "bodily injury" or "property damage" to which this insurance applies are alleged. "Suit" includes an arbitration proceeding alleging such damages to which you must submit or submit with our consent.

12. "**Your product**" means:
a. Any goods or products, other than real property, manufactured, sold, handled, distributed or disposed of by :
(1) You;
(2) Others trading under your name; or
(3) A person or organization whose business or assets you have acquired; and
b. Containers(other than vehicles), materials, parts or equipment furnished in connection with such goods or products.

"Your product" includes warranties or representations made at any time with respect to the fitness, quality, durability or performance of any the items included in a. and b. above. "Your product" does not include vending machines or other property rented to or located for the use of others but not sold.

13. "**Your work**" means:
a. Work or operations performed by you or on your behalf; and
b. Materials, parts or equipment furnished in connection with such work or operations.

"Your work" includes warranties or representations made at any time with respect to the fitness, quality, durability or performance of any of the items included in a. or b. above.

ADDITIONAL INSURED (VENDORS) CLAUSE

SCHEDULE

Name of Person or Organization (Vendor) : Refer to the Schedule
Your Products : Refer to the Schedule

(If no entry appears above, information required to complete this endorsement will be shown in the Declarations as applicable to this endorsement)

WHO IS AN INSURED (Section II) is amended to include as an insured any person or organization (referred to below as vendor) shown in the Schedule, but only with respect to "bodily injury" or "property damage" arising out of "your products" shown in the Schedule which are distributed or sold in the regular course of the vendor's business, subject to the following additional exclusions :

1. The insurance afforded the vendor does not apply to :
   a. "Bodily injury" or "property damage" for which the insured is obligated to pay damages by reason of the assumption of liability in a contract or agreement. This exclusion does not apply to liability for damages that the insured would have in the absence of the contract or agreement ;
   b. Any express warranty unauthorized by you ;
   c. Any physical or chemical change in the product made intentionally by the vendor ;
   d. Repackaging, unless unpacked solely for the purpose of inspection, demonstration, testing, or the substitution of parts under instructions from the manufacturer, and then repackaged in the original container ;
   e. Any failure to make such inspections, adjustments, tests or servicing as the vendor has agreed to make or normally undertakes to make in the usual course of business, in connection with the distribution or sale of the products :
   f. Demonstration, installation, servicing or repair operations, except such operations performed at the vendor's premises in connection with the sale of the product:
   g. Products which, after distribution or sale by you, have been labeled or relabeled or used as a container, part or ingredient of any other thing or substance by or for the vendor.

2. This insurance does not apply to any insured person or organization, from whom you have acquired such products, or any ingredient, part or container, entering into, accompanying or containing such products

PUNITIVE DAMAGE EXCLUSION CLAUSE

This insurance does not cover any liability for fines, penalties, punitive or exemplary damages.

TOTAL POLLUTION EXCLUSION CLAUSE

In consideration of the premium charged, it is understood and agreed that this policy does not apply to:

(1) "Bodily injury" or "property damage" arising out of the actual, alleged or threatened discharge, dispersal, seepage, migration, release or escape of pollutants:

(a) At or from any premises, site or location which is or was at any time owned or occupied by, or rented or loaned to, any insured;

(b) At or from any premises, site or location which is or was at any time used by or for any insured or others for the handling, storage, disposal, processing or treatment of waste;

(c) Which are or were at any time transported, handled, stored, treated, disposed of, or processed as waste by or for any insured or any person or organization for whom you may be legally responsible; or

(d) At or from any premises, site or location on which any insured or any contractors or subcontractors working directly or indirectly on any insured's behalf are performing operations:

(i) if the pollutants are brought on or to the premises, site or location in connection with such operations by such insured, contractor or subcontractor; or

(ii) if the operations are to test for, monitor, clean up, remove, contain, treat, detoxify or neutralize, or in any way respond to, or assess the effects of pollutants.

Subparagraphs(a) and (d) (i) do not apply to "bodily injury" or "property damage" arising out of heat, smoke or fumes from a hostile fire.

As used in this exclusion, a hostile fire means one which becomes uncontrollable or breaks out from where it was intended to be.

(2) Any loss, cost or expense arising out of any:

(a) Request, demand or order that any insured or others test for, monitor, clean up, remove, contain, treat, detoxify or neutralize, or in any way respond to, or assess the effects of pollutants; or

(b) Claim or suit by or on behalf of a governmental authority for damages because of testing for, monitoring, cleaning up, removing, containing, treating, detoxifying or neutralizing, or in any way responding to, or assessing the effects of pollutants.

Pollutants means any solid, liquid, gaseous or thermal irritant or contaminant, including smoke, vapor, soot, fumes, acids, alkalis, chemicals and waste. Waste includes materials to be recycled, reconditioned or reclaimed.

ASBESTOS EXCLUSION CLAUSE

In consideration of the premium charged, it is hereby understood and agreed that this policy does not apply to personal injury, bodily injury, or property damage arising out of asbestos including but not limited to :

(1) inhaling, ingesting or physical exposure to asbestos or goods or products containing asbestos; or

(2) the use of asbestos in constructing or manufacturing any goods. products, or structures; or

(3) the removal of asbestos from any goods, products or structures; or

(4) the manufacture, encapsulation, transportation, storage, handling, distribution, sale, application, mining, consumption or disposal of asbestos or goods or products containing asbestos

NUCLEAR ENERGY LIABILITY EXCLUSION CLAUSE

In consideration of the premium charged, it is hereby understood and agreed that ;

1. The insurance does not apply:

A. Under any Liability Coverage, to “bodily injury” or “property damage:”

(1) With respect to which an “insured” under the policy is also an insured under a nuclear energy liability policy issued by Nuclear Energy Liability Insurance Association, Mutual Atomic Energy Liability Underwriters, Nuclear Insurance Asso- ciation of Canada or any of their successors, or would be an insured under any such policy but for its termination upon exhaustion of its limit of liability; or

(2) Resulting from the “hazardous properties” of “nuclear material” and with respect to which (a) any person or organization is required to maintain financial protection pursuant to the Atomic Energy Act of 1954, or any law amendatory thereof, or (b) the “insured” is, or had this

policy not been issued would be entitled to indemnity from the United States of America, or any agency thereof, under any agreement entered into by the United States of America, or any agency thereof, with any person or organization.

B. Under any Medical Payments coverage, to expenses incurred with respect to “bodily injury` resulting from the "hazardous properties” of “nuclear material” and arising out of the operation of a “nuclear facility” by any person or organization.

C. Under any Liability Coverage, to “bodily injury” or “property damage” resulting from “hazardous properties” of “nuclear material,” if:

(1) The “nuclear material” (a) is at any “nuclear facility” owned by, or operated by or on behalf of, an “insured” or (b) has been discharged or dispersed therefrom;

(2) The “nuclear material” is contained in “spent fuel” or “waste” at any time possessed, handled, used, processed, stored, transported or disposed of, by or on behalf of an “insured;” or

(3) The “bodily injury” or “property damage” arises out of the furnishing by an “insured” of services, materials, parts or equipment in connection with the planning, construction maintenance, operation or use of any “nuclear facility,” but if such facilities located within the United States of America, its territories or possessions or Canada, this exclusion (3) applies only to “property damage” to such “nuclear facility” and any property thereat.

2. As used in this endorsement:

“Hazardous properties” includes radioactive, toxic or explosive properties;

“Nuclear material” means “source material,” “Special nuclear material” or “by-product material;”

“Source material,” “special nuclear material,” and “by-product material” have the meanings given them in the Atomic Energy Act of 1954 or in any law amendatory thereof;

“Spent fuel” means any fuel element or fuel component, solid or liquid, which has been used or exposed to radiation in a “nuclear reactor;”

“Waste” means any waste material (a) containing “by-product material” other than the tailings or wastes produced by the extraction or concentration of uranium or thorium from any ore processed primarily for its “source material” content, and (b) resulting from the operation by any person or organization of any “nuclear facility” included under the first two paragraphs of the

definition of “nuclear facility.”

“Nuclear facility” means:
(a) Any “nuclear reactor;”

(b) Any equipment or device designed or used for (1) separating the isotopes of uranium or plutonium, (2) processing or utilizing “spent fuel,” or (3) handling, processing or packaging “waste;”

(c) Any equipment or device used for the processing, fabricating or alloying of “special nuclear material” if at any time the total amount of such material in the custody of the “insured” at the premises where such equipment or device is located consists of or contains more than 25 grams of plutonium or uranium 233 or any combination thereof, or more than 250 grams of uranium 235;

(d) Any structure, basin, excavation, premises or place prepared or used for the storage or disposal of “waste;” and includes the site on which any of the foregoing is located, all operations conducted on such site and all premises used for such operations;

“Nuclear reactor” means any apparatus designed or used to sustain nuclear fission in a self-supporting chain reaction or to contain a critical mass of fissionable material;

“Property damage” includes all forms of radioactive contamination of property.

PREMIUM/CLAIM PAYMENT CLAUSE

It is understood and agreed that :

1. It is understood and agreed that the premiums for this policy shall be paid or returned to the Company/ Policyholder in Won currency applying to the first notified T/T Selling Rate of Exchange by Korea Exchange Bank.

   ① Premiums : Date of Application
   ② Additional Premiums / Return Premiums : Date of Endorsement
   ③ Refunds of Surrenders : Date of Surrender

2. It is further understood and agreed that the claims paid shall be paid in Won currency applying to the first notified T/T Selling Rate of Exchange by Korea Exchange Bank or the

Certificate of Foreign Exchange equivalent to (US$) currency at the date of loss payment.

DEDUCTIBLE LIABILITY INSURANCE CLAUSE

SCHEDULE

Coverage	Amount and Basis of Deductible	
Bodily Injury Liability	Refer to the schedule	per claim per occurrence
Property Damage Liability	Refer to the schedule	per claim per occurrence
Bodily Injury Liability and Property Damage Liability Combined	Refer to the schedule	per claim per occurrence

(If no entry appears above, information required to complete this endorsement will be shown in the Declarations as applicable to this endorsement.)

APPLICATION OF ENDORSEMENT (Enter below any limitations on the application of this endorsement. If no limitation is entered, the deductibles apply to damages for all “bodily injury” and “property damage”, however caused):-

1. Our obligation under the Bodily Injury Liability and Property Damage Liability Coverages to pay damages on your behalf applies only to the amount of damages in excess of any deductible amounts stated in the Schedule above as applicable to such coverages, and the limits of insurance applicable to “each occurrence” for such coverages will be reduced by the amount of such deductible. “Aggregate” limits for such coverages shall not be reduced by the application of such deductible amount.

2. The deductible amounts stated in the Schedule apply as follows :

1) PER CLAIM BASIS - if the deductible is on a “per claim” basis, the deductible amount applies:

(1) Under the Bodily Injury Liability or Property Damage Liability Coverage, respectively:

a. To all damages because of “bodily injury” sustained by one person, or
b. To all damages because of “property damage” sustained by one person or organization, as the result of any one “occurrence.”

(2) Under Bodily Injury Liability and Property Damage Liability Coverage combined to all damages because of “bodily injury” or “property damage” sustained by one person or organization as the result of any one “occurrence”.

2) PER OCCURRENCE BASIS - if the deductible is on a “per-occurrence” basis, the deductible amount applies:

(1) Under the Bodily Injury Liability or Property Damage Liability Coverage. respectively:
a. To all damages because of “bodily injury” as the result of any one “occurrence”, or
b. To all damage because of “property damage” as the result of any one “occurrence.” or
Regardless of the number of persons or organizations who sustain damages because of that “occurrence.”

(2) Under the Bodily Injury Liability and Property Damage Liability Coverage Combined to all damages because of “bodily injury” and “property damage” as the result of any one “occurrence” regardless of the number of persons or organizations who sustain damages because of that “occurrence.”

(3) The terms of this insurance, including those with respect to:
a. Our right and duty to defend any “suits” seeking those damages; and
b. Your duties in the event of an “occurrence”, claim, or suit apply irrespective of the application of the deductible amount.

(4) We may pay any part or all of the deductible amount to effect settlement of any claim or suit and, upon notification of the action taken, you shall promptly reimburse us for such part of the deductible amount as has been paid by us.

YEAR 2000 EXCLUSION CLAUSE

It is agreed and understood that otherwise subject to the terms, exclusions, provisions and conditions contained in the Policy or endorsed thereon, the following shall apply to this insurance:

A. Insurer(s) will not pay for Damage or Consequential Loss directly or indirectly caused by, consisting of, or arising from, the failure of any computer, data processing equipment or media, microchip, operating systems, microprocessors(computer chip), integrated circuit or similar device, any computer software, or any other products, and any services, data or functions that directly or indirectly use or rely upon, in any manner, any of the items listed above, whether the property of the insured or not, that results from any actual or alleged failure, malfunction or inadequacy due to inability to correctly recognize, process, distinguish, interpret or accept any date as its true calendar date.

B. It is further understood that we will not pay for the repair or modification of any part of an electronic data processing system or its related equipment, to correct deficiencies or features of logic operation.

C. It is further understood that we will not pay for Damage or Consequential Loss arising from the failure, inadequacy or malfunction of any advice, consultation, design evaluation, inspection, installation, maintenance, repair or supervision provided or done by Insured or for Insured to determine, rectify or test, any potential or actual failure, malfunction or inadequacy described in A above.

Such damage or Consequential Loss described in A, B, C above, is excluded regardless or any other cause that contributed concurrently or in any other sequence.

EXCLUSION OF TERRORISM

This endorsement modifies insurance provided under all Coverage Parts :

TERRORISM EXCLUSION

We will not pay for loss or damage caused directly or indirectly by terrorism, including action in hindering or defending against an actual or expected incident of terrorism. Such loss or damage is excluded regardless of any other cause or event that contributes concurrently or in any sequence to the loss.

Terrorism means activities against persons, organizations or property of any nature :

1. That involves the following or preparation for the following :

   a. Use or threat of force or violence; or
   b. Commission or threat of a dangerous act; or
   c. Commission or threat of an act that interferes with or disrupts an electronic, communication, information, or mechanical system; and

2. When one or both of the following applies :

a. The effect is to intimidate or coerce a government or the civilian population or any segment thereof, or to disrupt any segment of the economy; or
b. It appears that the intent is to intimidate or coerce a government, or to further political, ideological, religious, social or economic objectives or to express (or express opposition to) a philosophy or ideology.

Regardless of the amount of damage and losses, in addition to items 1. and 2. above, this Terrorism Exclusion also applies to any incident of terrorism :

1. That involves the use, release or escape of nuclear materials, or that directly or indirectly results in nuclear reaction or radioactive contamination; or

2. That is carried out by means of the dispersal or application of pathogenic or poisonous biological or chemical materials; or

3. In which pathogenic or poisonous biological or chemical materials are released, and it appears that one purpose of the terrorism was to release such materials.

※ Notwithstanding the above, this exclusion shall not be applied to any bodily injury caused by person accident risk.

PAYMENT OF PREMIUM WITH CREDIT CARD CLAUSE

1. Perils Covered

In cases where our Company (hereinafter called “The Company”) has entered into an insurance contract with any credit card member of a credit card company (hereinafter called “The Credit Card Company”) as the policyholder and the insured, with the utilization of a credit card, and where there has occurred an insurance accident, the Company will indemnify for loss/damage therefrom.

2. Receipt of Premium

a. The Company shall regard it as the time of receipt of premium when the policyholder or the insured settles premium payment with the utilization of the prescribed credit card and receives the delivery of the premium receipt under these Special Clauses on Payment of Premium with Utilization of Credit Card (hereinafter called “The Clause”).

b. In the event of filing applications by mail, the beginning date of liability under this insurance shall be 12:01 a.m. on the day immediately following the date of filing the application form for insurance contract with the Company, notwithstanding the Premiums provision in Conditions of Paragraph (a) above. However, in case the Company’s filing has been delayed, if there (3) days have passed since the postmarked date, it shall be deemed to have been filed with the Company.

3. Contract Made with Utilization of Accident Credit Card

a. In case an insurance contract has been effected with the utilization of any accident credit card, this insurance contract shall become null and void from the beginning day of the insured's liability.

b. The term "Accident Credit Card" in Paragraph (a) denotes any credit card which has passed the term of validity, any forged of altered credit card, and credit card notified as being invalid or suspended from transactions, and any credit card of which the user is different from the member registered on the credit card.

4. Applicable Provisions

Matters which are not stipulated in this Special Clause shall be governed by the Insuring Agreements.

MILLENNIUM EXCLUSION CLAUSE

It is agreed and understood that otherwise subject to the terms, exclusions, provisions and conditions contained in the Policy or endorsed thereon, the following shall apply to this insurance:

A. Insurer(s) will not pay for Damage or Consequential Loss directly or indirectly caused by, consisting of, or arising from, the failure of any computer, data processing equipment or media, microchip, operating systems, microprocessors(computer chip), integrated circuit or similar device, any computer software, or any other products, and any services, data or functions that directly or indirectly use or rely upon, in any manner, any of the items listed above, whether the property of the insured or not, that results from any actual or alleged failure, malfunction or inadequacy due to inability to correctly recognize, process, distinguish, interpret or accept any date as its true calendar date.

B. It is further understood that we will not pay for the repair or modification of any part of an electronic data processing system or its related equipment, to correct deficiencies or features of logic operation.

C. It is further understood that we will not pay for Damage or Consequential Loss arising from the failure, inadequacy or malfunction of any advice, consultation, design evaluation, inspection, installation, maintenance, repair or supervision provided or done by Insured or for

Insured to determine, rectify or test, any potential or actual failure, malfunction or inadequacy described in A above.

Such damage or Consequential Loss described in A, B, C above, is excluded regardless of any other cause that contributed concurrently or in any other sequence.

CLAIMS CO-OPERATION CLAUSE

Notwithstanding anything contained herein to the contrary, it is a condition precedent to any liability under this reinsurance that :

(a) The Reinsured shall upon knowledge of any circumstance which may give rise to a claim hereunder, advise the Reinsurers as soon as possible;

(b) The Reinsured shall furnish the Reinsurer with all the information available respecting such claim or claims and shall cooperate with the Reinsurer in the adjustment and settlement thereof.All other terms and conditions remain unchanged.

WAIVER OF SUBROGATION CLAUSE

It is agreed and understood that otherwise subject to the terms exclusion, provisions and conditi ons contained in the policy or endorsed thereon, the company waives its right of subrogation ag ainst any assured and any person, firm or corporation having an association or affiliation, at the time of loss, with the assured through ownership, management or other interest, subject to havi ng been insured under this policy.

EXCLUSION OF SABOTAGE & TERRORISM

This endorsement modifies insurance provided under all Coverage Parts :

TERRORISM EXCLUSION

We will not pay for loss or damage caused directly or indirectly by terrorism, including action in hindering or defending against an actual or expected incident of terrorism. Such loss or damage is excluded regardless of any other cause or event that contributes concurrently or in any sequence to the loss.

Terrorism means activities against persons, organizations or property of any nature :

1. That involves the following or preparation for the following :

   a. Use or threat of force or violence; or
   b. Commission or threat of a dangerous act; or
   c. Commission or threat of an act that interferes with or disrupts an electronic, communication, information, or mechanical system; and

2. When one or both of the following applies :

   a. The effect is to intimidate or coerce a government or the civilian population or any segment thereof, or to disrupt any segment of the economy; or
   b. It appears that the intent is to intimidate or coerce a government, or to further political, ideological, religious, social or economic objectives or to express (or express opposition to) a philosophy or ideology.

Regardless of the amount of damage and losses, in addition to items 1. and 2. above, this Terrorism Exclusion also applies to any incident of terrorism :

1. That involves the use, release or escape of nuclear materials, or that directly or indirectly results in nuclear reaction or radioactive contamination; or

2. That is carried out by means of the dispersal or application of pathogenic or poisonous biological or chemical materials; or

3. In which pathogenic or poisonous biological or chemical materials are released, and it appears that one purpose of the terrorism was to release such materials.

※ Notwithstanding the above, this exclusion not be applied to any bodily injury caused by person accident risk.

SEVERAL LIABILITY CLAUSE

The subscribing Reinsurers' obligations under contracts of reinsurance to which they subscribe are several and not joint and are limited solely to extent of their individual subscriptions. The subscribing reinsurers are not responsible for the subscription of any co-subscribing reinsurer who for any reason does not satisfy all or part of its obligations.

SEEPAGE, POLLUTION AND CONTAMINATION CLAUSE (NMA 1685)

This Insurance does not cover any liability for:

1. Personal Injury or Bodily Injury or loss of, damage to, or loss of use of property directly or indirectly caused by seepage, pollution or contamination, provided always that this paragraph 1. shall not apply to liability for Personal Injury or Bodily Injury or loss of or physical damage to or destruction of tangible property, or loss of use of such property damaged or destroyed, where such seepage, pollution or contamination is caused by a sudden, unintended and unexpected happening during the period of this Insurance.

2. The cost of removing, nullifying or cleaning-up seeping, polluting or contaminating substances unless the seepage, pollution or contamination is caused by a sudden, unintended and unexpected happening during the period of this Insurance.

3. Fines, penalties, punitive or exemplary damages.
This Clause shall not extend this Insurance to cover any liability which would not have been covered under this Insurance had this Clause not been attached.

INEFFICACY CLAUSE

The indemnity provided by the policy excludes liability arising from the failure of the Product (or any part thereof) to fulfill the purpose of which it was designed or to perform as specified, warranted or guaranteed. Subject otherwise to the terms, conditions and exclusions of the policy.

ELECTRONIC MAGNETIC FIELD EXCLUSION (EMF EXCLUSION)

This Policy Excludes all liability directly or indirectly caused by or alleged to be caused by or contributed to in whole or in part by electro-magnetic fields the diminution in the value of property resulting from electro-magnetic fields any obligation to defend any claim or suit against the Insured alleging Personal Injury or Property Damage resulting from electro-magnetic fields.

AIRCRAFT PRODUCTS AND GROUNDINGS EXCLUSION

This insurance does not apply to “bodily injury”, “property damage”, or “personal and advertising injury” included in the “products-completed operations hazard”, and relating to, resulting from or arising out of “aircraft products” upon which you have performed “your work”, or which were designed, manufactured, sold, handled, distributed, or disposed of by you, or by another trading under your name, in whole or in part, when such “aircraft products” are used in or on, or attached to any aircraft or missile or any component part or sub-assembly thereof, or in connection with the use of aircraft.

“Aircraft products” means:

1. Aircraft (including missiles, spacecrafts, or satellites and any ground support, maintenance or control equipment used therewith or any component part or sub-assembly thereof);
2. Any article furnished by an insured and installed in aircraft or used in connection with aircraft or for space parts for aircraft;
3. Ground handling tools and equipment;
4. Training aids, instruction manuals, blueprints, maps and guides, engineering or other data, engineering or other advice and services and labor relating to such aircraft or articles described above.

This insurance does not apply to any damage of any kind whatsoever which arises out of “grounding liability.”

“Grounding liability” means liability for the withdrawal or grounding of aircraft from flight operations, whether or not owned or operated by you, in the interests of safety, or for any other reason, whether or not such withdrawal or grounding was ordered by a governmental agency.

All other terms and conditions of the Policy remain unchanged.

RADIOACTIVE MATTER EXCLUSION CLAUSE

This Policy does not cover any loss or damage arising directly or indirectly from nuclear reaction nuclear radiation or radioactive contamination however such nuclear reaction nuclear radiation or radioactive contamination may have been caused * NEVERTHELESS if Fire is an insured peril and a Fire arises directly or indirectly from nuclear reaction nuclear radiation or radioactive contamination any loss or damage arising directly from that Fire shall (subject to the provisions of this Policy) be covered EXCLUDING however all loss or damage caused by nuclear reaction nuclear radiation or radioactive contamination arising directly or indirectly from that Fire.

* NOTE. - If Fire is not an insured peril under this Policy the words "NEVERTHELESS" to the end of the clause do not apply and should be disregarded.

SELF-INSURED RETENTION ENDORSEMENT

ALL OTHER COVERAGES

1. In consideration of the premium charged, it is agreed that the Limits of Insurance for each of the coverages provided by this policy will apply excess of a $150,000 Self-Insured Retention (hereinafter referred to as the "Retention Amount").

The Retention Amount :

(a) shall apply only to "occurrences" covered under this policy; and
(b) shall apply separately to each occurrence arising out of such "occurrence"; and
(c) shall include all amounts under the Supplementary Payments section of the policy.

Your bankruptcy, insolvency or inability to pay the Retention Amount shall not increase our obligations under this policy.

2. In addition to your duties under Section IV, Paragraph 2 of this policy (Duties in the Event of Occurrence, Claim or suit), you must notify us in writing as soon as practicable but not later than 60 days after you receive notice, of any"occurrence", claim or suit involving:

(a) a fatality

(b) dismemberment or amputation

(c) paraplegia or quadraplegia

(d) loss or impairment of eyesight or hearing, or

(e) any loss which in your reasonable judgement, taking into account past or anticipated Supplementary Payments in connection with the loss, may result in payments equal to or exceeding 50% of the Retention Amount.

3. On a QUARTERLY basis, you or your loss adjusting representative must provide us with a written summary of all "occurrences", claims or suits which have or may result in payments within the Retention Amount. This written summary must show :

(a) the date of the "occurrence", and

(b) the name(s) of the injured person(s) or identification of the damaged property, and

(c) a description of the injury or damage, and

(d) the amount paid or set aside as a reserve, including Supplementary Payments, resulting from the "occurrence", claim or suit.

4. We shall have the right but not the duty to participate with you at our own expense in the defense or settlement of any claim or suit seeking damages covered under this policy, In the event of a claim or suit which in our reasonable judgement may result in payment, including Supplementary Payments, in an amount in excess of the Retention Amount, we may assume control of the defense or settlement of such claim or suit. You will continue to be responsible for the payment of the Retention Amount.

5. In the event there is any other insurance, whether or not collectible, applicable to an "occurrence", claim or suit within the Retention Amount, you will continue to be responsible for the full Retention Amount before the Limits of Insurance under this policy apply.

5. For the purpose of this endorsement only, the term "occurrence" shall include an offense giving rise to "Personal Injury" of "Advertising Injury."

WAR & CIVIL WAR EXCLUSION CLAUSE

Notwithstanding anything to the contrary contained herein this Policy does not cover Loss or

Damage directly or indirectly occasioned by, happening through or in consequence of war, invasion, acts of foreign enemies, hostilities (whether war be declared or non, civil war, rebellion, revolution, insurrection, military or usurped power or confiscation or nationalisation or requisition or destruction of or damage to property by **dishonest, fraudulent, criminal or malicious act or omission of the employee.**

WAR AND TERRORISM EXCLUSION ENDORSEMENT

Notwithstanding any provision to the contrary within this insurance or any endorsement thereto it is agreed that this insurance excludes loss, damage, cost or expense of whatsoever nature directly or indirectly caused by, resulting from or in connection with any of the following regardless of any other cause or event contributing concurrently or in any other sequence to the loss;

1. war, invasion, acts of foreign enemies, hostilities or warlike operations (whether war be declared or not), civil war, rebellion, revolution, insurrection, civil commotion assuming the proportions of or amounting to an uprising, military or usurped power; or

2. any act of terrorism.

For the purpose of this endorsement an act of terrorism means an act, including but not limited to the use of force or violence and/or the threat thereof, of any person or group(s) of persons, whether acting alone or on behalf of or in connection with any organization(s) or government(s), committed for political, religious, ideological or similar purposes including the intention to influence any government and/or to put the public, or any section of the public, in fear.

This endorsement also excludes loss, damage, cost or expense of whatsoever nature directly or indirectly caused by, resulting from or in connection with any action taken in controlling, preventing, suppressing or in any way relating to 1 and/or 2 above.

If the Underwriters allege that by reason of this exclusion, any loss, damage, cost or expense is not covered by this insurance the burden of proving the contrary shall be upon the Assured.

In the event any portion of this endorsement is found to be invalid or unenforceable, the remainder shall remain in full force and effect.

PROFESSIONAL LIABILITY EXCLUSION CLAUSE

It is agreed that, the insurance does not apply to bodily injury or property damage arising out of the rendering of or the failure to render any professional services by or for the named insured, including :

1. The preparation or approval of maps, plans, opinions, reports, surveys, designs or specification and

2. Supervisory, inspection or engineering services.

PRODUCTS RECALL EXCLUSION & GUARANTEE EXCLUSION

It is agreed that:

1. In case bodily injury or property damage occurs or is expected to occur, the Named Insured shall promptly withdraw, inspect, repair or replace the Named Insured's products or work completed byor for the Named Insured or of any property of which such products or work form a part or take all reasonable steps to prevent additional bodily injury or property damage arising out of the same or similar conditions where the initial bodily injury or property damage occurred.

2. If the Named Insured fails to take preventive measures mentioned in the above paragraph without any justifiable reason, this insurance does not apply to bodily injury or property damage arising from the same cause where the initial bodily injury or property damage occurs.

3. The Company shall not indemnify the Named Insured for any expense, whether or not spent by the Named Insured, for withdrawal, inspection, repair or replacement of the products (including the property containing any product as a part thereof) or any other expenses spent for other necessary measures taken to prevent any further loss.

FUNGUS & MOLD EXCLUSION

A. The following exclusion is added. With respect to the loss or damage addressed therein, this

exclusion supersedes any other exclusion which addresses Mold, Fungus or Bacteria.

Fungus, Wet Rot, Dry Rot, Bacteria, Mold, Spores or Mycotoxin

We will not pay for loss or damage caused directly or indirectly by the presence, growth, proliferation, spread or any activity of Fungus, Wet or Dry Rot, Bacteria, Mold, Spores or Mycotoxin. Such loss or damage is excluded regardless of any other cause or event that contributes concurrently or in any sequence to the loss.

But if Fungus, Wet or Dry Rot, Spore, Bacteria, Mold, or Mycotoxin results in:

1. Specified Causes of Loss, we will pay for the loss or damage caused by those Specified Causes of Loss, if the Causes of Loss – Special Form apply.

2. Covered Causes of Loss, we will pay for the loss of or damage caused by those Covered Causes of Loss, if the Causes of Loss – Basic Form, Causes of Loss –Broad Form or Standard Property Policy

apply.

This exclusion does not apply:

1. When Fungus, Wet or Dry Rot, Bacteria, Mold, spores or Mycotoxin results from fire or lightning;

B. The following exclusion replaces any exclusion pertaining to continuous or repeated seepage or leakage of water; and supersedes any other exclusion, preclusion of coverage or exception to an exclusion pertaining to leakage or discharge of water or steam from a system or appliance.

We will not pay for loss or damage caused by or resulting from continuous or repeated seepage or leakage of water, or the presence or condensation of humidity, moisture or vapor, that occurs over a period of 14 days or more.

SILICA EXCLUSION

This insurance does not apply to:

Silica or Silica Mixed Dust

A. "Bodily injury", "property damage" or "personal and advertising injury" caused directly or indirectly, in whole or in part by the actual, alleged or threatened inhalation, ingestion, absorption, exposure to, existence of or presence of "silica"; or

B. Loss, costs or expenses arising out of the abating, testing for, monitoring, cleaning up, removing, containing, treating, detoxifying, neutralizing, remediating or disposing of, or in any manner responding to or assessing the effects of "silica" by any other person or entity.

C. For the purposes of this exclusion, the following definition applies:

"Silica" means:

(1) Any form of crystalline or non-crystalline (amorphous) silica, silica particles, silica compounds, silica dust or silica mixed or combined with dust or other particles; or

(2) Synthetic silica, including precipitated silica, silica gel, pyrogenic or fumed silica or silica-flour.

ABSOLUTE LEAD EXCLUSION

This insurance does not apply to any liability for “property damage” (including loss of use of property), “bodily injury”, or “personal injury” directly or indirectly caused by or arising out of lead, including but not limited to the following:

1. inhaling, ingesting or prolonged physical exposure to lead or goods or products containing lead; or
2. the use of lead in construction or manufacturing any good, product or structure; or
3. the process of decontamination, treatment, control or removal of lead from any good, product or structure; or
4. the manufacture, processing, mining, distribution, sale, transportation, storage or disposal of lead or goods or products containing lead.

The coverage afforded by this policy does not apply to payment for the investigation or defense of any loss, injury or damage; or any cost, fine or penalty; or for any expense, claim or suit related to any of the above.

EXCLUSION FROM COVERAGE FOR PUNITIVE, EXEMPLARY AND AGGRAVATED DAMAGES, FINES AND PENALTIES

This policy is subject to the following endorsement

Under "Exclusions", the following exclusion is added:

Punitive Damages

any punitive or exemplary damages, fines, or penalties.

All other terms and conditions remain unchanged.

BATCH CLAUSE

(1) A limitation provision, used most frequently in products liability and umbrella liability policies, that places coverage for all claims arising out of defective products produced in a single manufacturing run (or batch) within a single occurrence limit.

(2) A provision found in professional liability policies stating that only one deductible (or retention) applies per wrongful act, regardless of the number of claims resulting from that act.

SANCTION LIMITATION AND EXCLUSION CLAUSE

No (re)insurer shall be deemed to provide cover and no (re)insurer shall be liable to pay any claim or provide any benefit hereunder to the extent that the provision of such cover, payment of such claim or provision of such benefit would expose that (re)insurer to any sanction, prohibition or restriction under United Nations resolutions or the trade or economic sanctions, laws or regulations of the European Union, United Kingdom or United States of America.

PRODUCT RECALL EXTENSION CLASUE

1 Operative Clause

Notwithstanding of this Policy to the contrary the Underwriters will indemnify:

(i) the insured in respect of Expenditure incurred by the insured with Underwriters prior consent for the recall of any Product(or any part thereof) as a result of a decision taken by the Insured during the Period of Insurance and first notified to Underwriters during the Period of Insurance that it is necessary to recall any Product because their use or comsumption(or continued use or comsumption) would cause injury or Damage for which the Insured would incur a legal liability; or

(ii) the insured against legal liability for expenditure necessarily incurred by third parties during the Period of Insurance and first notified to Underwriters during the Period of Insurance in respect of identifying recalling or destroying any product supplied by such third parties that incorporate or are supplied with the Insured's Products but only where the use or consumption of such products has led or would lead to Bodily Injury insured by this Policy or has caused or would have caused loss of or damage to Property insured by this Policy

2 Definitions

2.1 Expenditure means:

2.1.1 the reasonable and necessary financial outlay incurred by the Insured or the third parties in arranging for the return of the Product or any part thereof:

2.1.1.1 to the premises of the Insured or

2.1.1.2 to the premises of the manufacturer(or manufacturer's nominated agent)

such financial outlay to include the cost of correspondence, newspaper and magazine advertising, radio or television announcements, transportation costs, packaging and/or temporary storage charges and if necessary the cost to the Insured of physically destroying the recalled Product

2.1.2 the cost of examination of the Product(or any part) whether incurred by the Insured or his nominated agent arising out of a recall as described above

In any case the Expenditure is limited to expenses or costs incurred within 12 months of the recall first becoming known to the Insured.

2.2 Retroactive Date means the date from which the Products are supplied by or on behalf of the Insured

3 Limit of Liability

Underwriters' total liability to pay Expenditure(including Defense Costs) shall not exceed in the aggregate for any one Period of Insurance the Limit of Indemnity as specified in respect of this Extension.

4 Exclusion

This Extension does not apply to or include claims:

4.1 For the Deductible in respect of the first amount of each claim(or series of claims arising out of one originating cause) as specified in respect of this Extension

4.2 For the costs incurred in the repair, alteration, treatment, modification, reconditioning or replacement of any Product(or part thereof)

4.3 Which form the subject of indemnity by any other section of this Policy and this section shall not be drawn into contribution with such other section

4.4 Arising in connection with any Product prior to their unqualified acceptance by the Insured's immediate customer, which shall be deemed to mean the acceptance of delivery by or on behalf of the Insured's customer(where delivery to the Insured's customer is in stages and is recognized shall be deemed to have taken place) provide always that where a contract between the Insured and their customer provides for a period of testing and/or commissioning acceptance shall not be deemed to have occurred until completion of such testing and/or commissioning to the satisfaction of

the customer

4.5 For any Product supplied by or on behalf of the Insured prior to the Retroactive Date as specified in respect of this Extension

4.6 For any indemnification of the Insured against any claim, cost or expense, whether preventative, remedial or otherwise, directly or indirectly arising out of relating to

4.6.1 The calculation, comparison, differentiation, sequencing or processing of data involving the date change to the year 2000 or any other date change, including leap year calculations, by any computer system, hardware, programme or software and/or any microchip, microprocessor, intergrated circuit or similar device in computer equipment or other equipment, whether the property of the Insured or not, nor

4.6.2 Any change, alteration or modification involving the date change to the year 2000 or any other date change, including leap year calculations, to any such

4.6.3 Any advice, design, specification, formula or service the Insured provided or failed to provide in connection with 4.6.1. and 4.6.2. above

4.7 For any Expenditure arising from a decision to recall any Product

4.7.1 When such decision is forced upon the Insured by any government or public authority and which the Insured would not have made but for the intervention of the said government or public authority

4.7.2 Which have not been delivered to customers by the Insured and which remain in the care custody and control of the Insured or their parent or subsidiary companies

4.7.3 Solely as a result of their having been misdelivered or misdirected by or on behalf of the Insured

4.7.4 Where recall is brought about solely due to exposure to weather or due to external loss or damage or gradual deterioration. This exclusion shall not apply where defect in the Product supplied is merely exacerbated by exposure to weather or the passage of time

4.7.5 Of the same trade or brand name where such Product can be identified by batch code or other means but of different batch code or other identification from that which is covered under this Policy Extension

4.7.6 Solely as a result of customer approval or confidence or any costs incurred to regain customer approval or other consequential loss

4.7.7 Purely arising out of any breach of the warranties of fitness, quality, efficacy or efficiency

4.8 For the Insured's liability to pay any import duties or Customs or Excise charges or Value Added Tax or the like incurred or payable before delivery of the Product to the Insured

4.9 For claims arising out of deliberate or alleged deliberate contamination, alteration or adulteration of any Product

So far as this Extension concerns Exclusions Applicable to All Sections of the Policy will also apply.

Limit of Indemnity : To be specified
Deductible : To be specified
Retroactive Date : From Inception
Subject otherwise to the terms and conditions of this policy

AGGREGATE STOP CLAUSE

(Defense Cost Aggregate Endorsement)

It is agreed PRODUCTS/COMPLETED OPERATIONS LIABILITY INSURANCE COVERAGE FORM is amended to include Supplementary Payments within the limits of insurance when Supplementary Payments paid or authorized by us reach the monetary thresholds specified in C below. Accordingly, the policy is amended as follows:

A. SECTION Ⅰ- COVERAGE PRODUCTS/COMPLETED OPERATIONS BODILY INJURY AND PROPERTY DAMAGE LIABILITY

paragraph 1. a. (3) is deleted in its entirety and replaced by the following:

(3) Our right and duty to defend ends when we have used up the applicable limit of insurance in the payment of judgements, settlements or Supplementary Payments.

B. SUPPLEMENTARY PAYMENTS

SUPPLEMENTARY PAYMENTS 1. deleted in its entirety and replaced by the following:

1. All expenses we incur including, but not limited to, the expenses of investigating and settling any claim, or defending any "suit".

C. SUPPLEMENTARY PAYMENTS

The following sentence at the end of SUPPLEMENTARY PAYMENTS 6. is deleted in its entirety:

These payments will not reduce the limits of insurance.

And is replaced with the following:

These payments will not reduce the limits of insurance until we have paid ( )
Afterwards, these payments will reduce the limits of insurance.
The aggregate Limit is the most we will pay for damages because of "bodily injury" and "Property damage" included in the products-completed operations "hazard" including all Supplementary Payments in excess of the first ( ) in Supplementary Payments.
So long as the above conditions are met, attorneys' fees incurred by us in the of that indemnitee, necessary litigation expenses incurred by us and necessary litigation expenses incurred by the indemnitee at our request be paid as Supplementary Payments. Notwithstanding the provisions of 2. b,(2) of Section Ⅰ- Coverage A - Bodily Injury and Property Liability, such payments will not be deemed to be damages for "bodily or property damage" and will not reduce the limits of insurance until have paid ( ) Afterwards, these payments will reduce the limits of insureance.

ARBITRATION CLAUSE

In case the Insured and the Insurer shall fail to agree as to the amount of loss, damage or expense, the same may be ascertained by two competent and disinterested appraisers, the Insured and the Insurer each selecting one, and the two so chosen shall first select a competent and disinterested umpire; the appraisers together shall then estimate and appraise the loss, stating separately the cost to replace and/or replacement value, and, failing to agree, shall submit their differences to the umpire, and the award in writing of either two shall determine the amount of the loss; the parties thereto shall pay the appraisers respectively selected by them, and shall bear equally the expense of the appraisal and umpire.

BROAD FORM VENDORS ENDORSEMENT

It is agree that the "Persons Insured" provision is amended to include any persons or organizations designated below (herein referred to as "Vendor"), as an Insured, but only with respect to the distribution or sale in the regular course of the vendor's business of the Named Insured's products designated below subject to the following additional provisions :
1. The insurance with respect to the vendor does not apply to :
(a) any express warranty unauthorized by the Named Insured;
(b) bodily injury or property damage arising out of

(ⅰ) any physical or chemical change in the form of the product made intentionally by the vendor,
(ⅱ) repacking, unless unpacked solely for the purpose of inspection, demonstration, testing or the substitution of parts under instruction from the manufacturer and then repacked in the original container,
(ⅲ) demonstration, installation, servicing or repair operations, except such operations performed at the vendor's premises in connection with the sale of the product, or
(ⅳ) products which after distribution or sale by the Named Insured have been labeled or relabeled or used as a container, part or ingredient of any other thing or substance by or for the vendor.
2. The insurance does not apply to any person or organization, as Insured, from whom the Named Insured has acquired such products or any ingredient, part or container, entering into, accompanying or containing such products.
SCHEDULE
VENDOR(S)
PRODUCTS

CANCELLATION CLAUSE-AS ORIGINAL PLUS 30DAYS

It is hereby declared and agreed that both the Insurer and the Insured are entitled to cancel this insurance at any time without given reason therefor. Such cancellation shall however only become effective on the expiration of 30 (thirty) days from midnight of the day on which notice of the cancellation is issued. If the Insurer cancels the insurance he is obliged to return the prorata premium for the unexpired period of insurance. If it is the Insured who cancels the insurance, premium will be calculated on the short term rate for the completed period of Insurance.

CLAIMS CONTROL CLAUSE

Notwithstanding anything contained in the Reinsurance agreement and/or Policy wording to the contrary, it is a condition precedent to liability under the Policy that:
a) The Reinsured shall, upon knowledge of any circumstances which may give rise to a claim against
this Agreement, advise
the Reinsurers thereof as soon as reasonably practicable.

b) The Reinsured shall furnish Reinsurers with all information respecting any claim or claims;
c) The Reinsurers shall have the right to appoint adjusters and/or representatives acting on their behalf
to control all negotiations, adjustments and settlements in connection with such claim or claims.
d) No settlement and/or compromise shall be made and no liability admitted without the prior agreement
of the Leading Reinsurer.

CO-INSURANCE CLAUSE

It if further understood and agreed that:
1. The words "the Company" wherever used in this policy means the subscribing companies liste below.
2. This policy shall be liable only for its below designated proportion of any obligation assumed or expenses incurred under this policy.

Portion of 100%	Subscribing Companies

CONTRACTS (RIGHT OF THIRD PARTIES) ACT EXCLUSION CLAUSE

The rights of person who is not a party to this insurance or reinsurance to enforce a term of this insurance or reinsurance and/or not to have this insurance or reinsurance rescinded, varied or altered without his consent by virtue of the provisions of the Contracts (Rights of third parties) Act are excluded from this insurance or reinsurance

COST INCLUSIVE CLAUSE

1. In regard of the application of "Limits of Liability", limits of liability of the Company shall be only for the ultimate net loss.
2. "Ultimate net loss" means the total sums defined as following:
(1) all sums which the Insured shall become legally obligated to pay as damages because of bodily injury or property damage to which this insurance applies caused by an occurrence.
(2) all expenses incurred by the Company, all costs taxed against the Insured in any suit

defended by the Company and all interest on the entire amount of any judgment therein which accrues after entry of the judgment and before the Company has paid or tendered or deposited in court that part of the judgment which does not exceed the limit of the Company's liability thereon.

(3) premiums on appeal bonds required in any such suit, premiums on bonds to release attachments in any such suit for an amount not in excess of the applicable limit of liability of this policy, and the cost of bail bonds required of the Insured because of accident or traffic law violation arising out of the use of any vehicle to which this policy applies, not to exceed US$ 250 per bail bond, but the Company shall have no obligation to apply for or furnish any such bonds.

(4) expenses incurred by the Insured for first aid to others at the time of an accident, for bodily injury to which this policy applies.

(5) reasonable expenses incurred by the Insured at the Company's request in assisting the Company in the investigation or defense of any claim or suit, including actual loss of earnings not to exceed US$ 25 per day.

DIRECTORS AND OFFICERS LIABILITY EXCLUSION CLAUSE

This insurance does not apply to any "bodily injury", "property damage" or "personal and advertising injury" arising out of the providing of or failing or any errors and omissions to provide any professional services as directors or officers.

All other terms and conditions of the policy remain unchanged.

ADDITIONAL EXCLUSIONS CLAUSE (KIDO SPORTS CO.,LTD)

- Professional Indemnity

It is agreed that, the insurance does not apply to bodily injury or property damage arising out of the rendering of or the failure to render any professional services by or for the named insured, including :

1. The preparation or approval of maps, plans, opinions, reports, surveys, designs or specification and
2. Supervisory, inspection or engineering services.

- Consequential Loss ,Pure Financial Loss

This insurance does not cover any losses such as loss of profits, loss of revenue, loss of production, loss of business opportunity, loss of data, and loss of anticipated savings or benefits

- Total Aircraft,Marine and Watercraft

This policy shall not apply to and does not cover any actual or alleged liability whatsoever for pure financial loss not consequent upon bodily injury or damage

This insurance does not cover any losses in relation of Total Aircraft,Marine and Watercraft.

- Damage to your own property

This insurance does not cover any losses such damage to your own property

- Contractual Liability

In consideration of the premium charged, it is hereby understood and agreed that the Insurer shall not be liable to make any payment for Loss in connection with any claim or claims arising directly or indirectly from any liability assumed by the Insured under any express warranty, agreement or guarantee unless such liability would have attached to the Insured notwithstanding such express warranty, agreement or guarantee..

- Product Tampering

This insurance does not apply to any "bodily injury", "property damage" or "personal and advertising injury" arising out of “product Tampering”

DATE RECOGNITION ENDORSEMENT

This insurance does not apply to Bodily Injury, Property Damage, Personal Injury or Advertising Injury arising directly or indirectly out of :

A. Any actual or alleged failure, malfunction or inadequacy of

1. Any of the following, whether belonging to any insured or to others

a. Computer hardware, including microprocessors

b. Computer application software

c. Computer operating systems and related software

d. Computer networks

e. Microprocessors (computer chips) not part of any computer system, or

f. Any other computerized or electronic equipment or components, or

2. Any other products and any services, data or functions that directly or indirectly use or rely upon in any manner any of the items listed in Paragraph A of this endorsement due to the inability to correctly recognize, process, distinguish, interpret or accept the year 2000 and beyond.

B. Any advice, consultation, design, evaluation, inspection, installation, maintenance, repair, replacement or supervision provided or done by you or for you to determine, rectify or test for any potential or actual problems described in paragraph A of this endorsement .

DROP DOWN EXCLUSION CLAUSE

This Policy is amended in that the Liability of the Company shall not be increased by the refusal or inability of the Insured to pay Self-Insured Retention (or retained limit) or by the refusal or inability of any underlying insurer to pay whether by reason of insolvency, bankruptcy or otherwise.

All other terms & conditions of this policy remain unchanged.

COMPONENTS FOR AUTOMOBILE EXCLUSION CLAUSE

Notwithstanding the coverage above, this insurance excludes coverage for liabilities arising out of components for automobile

FAILURE TO SUPPLY OF ELECTRICITY AND PERFORM EXCLUSION CLAUSE

This insurance does not apply to "bodily injury" or "property damage" arising out of the failure of any insured to adequately supply of electricity and perform.

FINANCIAL RISKS EXCLUSION CLAUSE

This policy shall not cover any claim or claims arising out of
any financial loss not connected to any property damage or bodily injury (pure financial loss);

BLACKOUT / BROWNOUT/ELECTRIC SHORT CIRCUIT EXCLUSION CLAUSE

Notwithstanding the coverage above, this insurance excludes coverage for liabilities arising out of blackout or brownout or electric short circuit

SPECIFIC MATTERS EXCLUSION (for Hyundai Heavy Industries Co., Ltd)

It is hereby understood and agreed that the Insurer shall not be liable for products exported to U.S.A through Hyundai Corporation
All other terms, conditions and exclusions of this policy shall remain unaltered.

ULTRA HIGH PERFORMANCE TIRES USED FOR MOTOR RACING EXCLUSION CLAUSE

Notwithstanding the coverage above, this insurance excludes coverage for liabilities arising out of Ultra High Performance tires used for motor racing

GMO / NCBR(Nuclear, Chemical, Biological, Radiological) EXCLUSION CLAUSE

Notwithstanding the coverage above, this insurance excludes suits involving GMO / NCBR (Nuclear, Chemical, Biological, Radiological)

INTELLECTUAL PROPERTY EXCLUSION CLAUSE

In consideration of the premium charged, it is hereby understood and agreed that the Insurer shall not be liable to make any payment for Loss in connection with any claim or claims made against the insured alleging, arising out of, based upon or attributable to, Intellectual Property.

INTER-COMPANY PRODUCTS SUITS EXCLUSION CLAUSE

This endorsement modifies insurance provided under the following :
This insurance does not apply to any claim for damage by any Named insured against another Named insured because of “bodily injury” or “property damage” arising out of “your products” and included within the “products-completed operations hazard”.

LEAD LIABILITY EXCLUSION CLAUSE

We do not pay for:
1. actual or alleged bodily injury arising out of the ingestion, inhalation or absorption of lead in any form;
2. actual or alleged property damage (or personal injury or advertising injury, if provided by the Commercial Liability Coverage) arising out of any form of lead;
3. any loss, cost or expense arising out of any request, demand or order that any insured or others test for, monitor, clean up, remove, contain, treat, detoxify or neutralize or in any way respond to or assess the effects of lead; or
4. any loss, cost or expense arising out of any claim or suit by or on behalf of any governmental authority for damages resulting from testing for, monitoring, cleaning up, removing, containing, treating, detoxifying or neutralizing or in any way responding to or assessing the effects of lead.

MAD COW DISEASE, FOOT-AND-MOUTH DISEASE, VIBRIO VULNIFICUS SEPSIS EXCLUSION CLAUSE

The Company shall not be liable for Any claim directly or indirectly caused by or contributed to by, or arising Mad Cow disease, Foot-and-Mouth disease, Vibrio Vulnificus Sepsis.

MILITARY, MARINE, AVIATION PRODUCT EXCLUSION CLAUSE

The Company shall not be liable for

Any claim directly or indirectly caused by or contributed to by, or arising Military, Marine, Aviation Product .

SPECIFIC MATTERS EXCLUSION(I)-For Kumho Tires Co.,Ltd

It is hereby understood and agreed that the Insurer shall not be liable for the claim s as below

- Noise and Pollution and Other perils
- Product Warranty / Guarantee
- Security & Financial Interests
- War, Hi-Jacking and Other Perils

All other terms, conditions and exclusions of this policy shall remain unaltered.

PREMIUM ADJUSTMENT CLAUSE

It is further understood and agreed that:

a. The Premium for Product Hazards stated in DECLARATIONS OR SCHEDULE as attached to the Policy is a minimum and deposit premium only, and upon the termination of this Policy, the actual premium shall be computed in basis of the actual "sales" (or "turnover") during the Policy Period, and if the adjusted premium thus computed exceed the minimum and deposit premium paid, the Insured shall additional pay the excess to the Company.

b. In consideration of the foregoing terms, the Named Insured shall furnish the Company with the written reports attaching the relevant supporting documents for the actual sales (or turnover) during the Policy Period immediately after the expire of the policy.

PRODUCTS GUARANTEE EXCLUSION

It is agreed that:

1. In case bodily injury or property damage occurs or is expected to occur, the Named Insured shall promptly withdraw, inspect, repair or replace the Named Insured's products or work completed by or for the Named Insured or of any property of which such products or work form a part or take all reasonable steps to prevent additional bodily injury or property damage arising out of the same or similar conditions where the initial bodily injury or property damage occurred.

2. If the Named Insured fails to take preventive measures mentioned in the above paragraph without any justifiable reason, this insurance does not apply to bodily injury or property damage arising from the same cause where the initial bodily injury or property damage occurs.

3. The Company shall not indemnify the Named Insured for any expense, whether or not spent by the Named Insured, for withdrawal, inspection, repair or replacement of the products (including the property containing any product as a part thereof) or any other expenses spent for other necessary measures taken to prevent any further loss.

PURE FINANCIAL LOSS EXCLUSION CLAUSE

This policy shall not apply to and does not cover any actual or alleged liability whatsoever for pure financial loss not consequent upon bodily injury or damage

RECAPPED AND RETREADED TIRES EXCLUSION

It is agreed that this policy shall not apply to any liability for Bodily Injury or Property Damage arising out of the Products or Completed Operations Hazards, nor to any liability assumed by any insured under any contract or agreement pertaining to such products or completed operations.

It is further agreed that this exclusion shall apply to the following products

RECAPPED AND RETREADED TIRES

RECAPPED AND RETREADED AND REMOULDS AND RACING AND AVIATION TIRES EXCLUSION

It is agreed that this policy shall not apply to any liability for Bodily Injury or Property Damage arising out of the Products or Completed Operations Hazards, nor to any liability assumed by any insured under any contract or agreement pertaining to such products or completed operations.
It is further agreed that this exclusion shall apply to the following products
RECAPPED AND RETREADED AND REMOULDS AND RACING AND AVIATION TIRES

SPECIFIC MATTERS EXCLUSION (For SK Chemical Co.,Ltd)

This policy excludes claims in respect of loss caused by or arising directly or indirectly out of or in connection with TOBACCO and AGRICULTURE
All other terms, conditions and exclusions of this policy shall remain unaltered.

PREMIUM INSTALLMENTS CLAUSE

1. Notwithstanding that this policy is issued as a contract for a period of twelve months, it is hereby understood and agreed that the premium shall be payable in the following installments:

Installments:

1st Installment due and payable at inception :		(%)
2nd Installment due and payable on	:	(%)
3rd Installment due and payable on	:	(%)
4th Installment due and payable on	:	(%)

Nevertheless it is further understood and agreed that:-In the event of any installment not being paid until its above due date, the Company shall not be liable for any loss as occurred during the period from such due date to the date when such due installment is paid.
2. In the event of a claim arising hereunder which exceeds the installment premiums paid on this Policy the installments of premium then outstanding shall become due and payable forthwith.

KNOWLEDGE OF OCCURRENCE CLAUSE

It is agreed that knowledge of an occurrence by the agent, servant or employee of the insured shall not in itself constitute knowledge by the insured unless the named insured or any partner or any executive officer of the insureds corporation shall have received such notice from the agent, servant or employee.

UNINTENTIONAL ERROR & OMISSION CLAUSE

It is agreed that failure of the insured to disclose all hazards existing as of the inception date of the policy shall not prejudice the insured with respect to the coverage afforded by this policy provided such failure or any omission is not intentional.

OLD OR USED RUBBER LIABILITY EXCLUSION CLAUSE

This policy excludes claims in respect of loss caused by or arising directly or indirectly out of or in connection with Old or Used rubber in the manufacturing Process.

INTERNET SPAM EXCLUSION CLAUSE

violation of statutes in connection with sending, transmitting or communicating any material or information. This endorsement modifies insurance provided by the policy:
This insurance does not apply to any loss, injury, damage, claim, suit, cost or expense arising out
of or resulting from, caused directly or indirectly, in whole or in part by, any act that violates any statute, ordinance or regulation of any federal, state or local government, including any amendment of or addition to such laws, that includes, addresses or applies to the sending, transmitting or communicating of any material or information, by any means whatsoever.
To the extent any coverage may otherwise be available under this policy, the provisions of this exclusion shall supersede the same and exclude such coverage

CLAIM NOTIFICATION CLAUSE

The Assured upon knowledge of any occurrence likely to give rise to claim hereunder shall give

immediate advice thereof to the Underwriters through but Underwriters to appoint adjuster to assess the loss on behalf of Underwriters.

RETREADED AND RECAPPED AND REMOULDS AND RACING TIRES EXCLUSION CLAUSE

It is agreed that this policy shall not apply to any liability for Bodily Injury or Property Damage arising out of the Products or Completed Operations Hazards, nor to any liability assumed by any insured under any contract or agreement pertaining to such products or completed operations.
It is further agreed that this exclusion shall apply to the following products
RECAPPED AND RETREADED AND REMOULDS AND RACING TIRES

COSTS & EXPENSES ENDORSEMENT

Notwithstanding the 'SUPPLEMENTARY PAYMENTS' in 'SECTION I', It is hereby understood and agreed that all the costs & expenses(includes interest) that are listed on the the 'SUPPLEMENTARY PAYMENTS' in 'SECTION I' are included within the Limit of Liability

US DOMICILED OPERATION EXCLUSION

Notwithstanding anything contained herein to the contrary, the "coverage territory" and "jurisdiction" of this Policy is anywhere in the world except the United States of America and Canada where the Policy will only apply in respect of products exported into those countries and/or travelling executives and salesmen who are non-resident in such countries.

CROSS LIABILITY CLAUSE

It is hereby declared and agreed that in event of an occurrence to one or more Insured for which another Insured is or may be held liable, then this Policy shall cover such Insured against whom

claim is made or may be made in the same manner as if separate Policies had been issued to each Insured. The inclusion of more than one Insured hereunder shall not serve to increase the limit(s) of liability under the Policy.

(Only Applied to :)

WAIVER OF SUBROGATION CLAUSE (II)

As respects to the following named person or organizations with whom you agree to waive your right to recover against them, we agree to waive our rights of recovery.
This waiver however does not apply to the following:
- Any express warranty unauthorized by you
- Any application of the products not authorized by you
- Any changes to the products made intentionally by the named persons or organizations
- Any damage and/or injury caused by Installation, servicing or repair operations
- Any damage and/or injury caused by a deliberate act of the named persons or organizations

The Terms, Declarations, Insuring Agreements, Definitions, Exclusions and Conditions of this Policy otherwise remain unchanged.

ADJUSTMENT OF TERMS AND CONDITIONS OF MULTI-YEAR AGREEMENT (Casualty)

The Insured and Insurer agree that premium and conditions will remain unchanged for the term of this contract, except
(1) if there is mutual agreement to renegotiate the contract, or
(2) under the following circumstances:

1. Not earlier than ninety (90) days prior to each anniversary of the inception date of this contract, the Insured may request a re-opening of discussions with respect to the continuation of this contract in the event that the Insurer:
   1) ceases underwriting (wholly) or formally announces its intention to do so, or
   2) is the subject of an order of resolution for winding up or formally proposes a scheme of

arrangement or reorganization based on insolvency, or

3) has its authority to carry on the business of insurance withdrawn.

2. Not earlier than ninety (90) days prior to each anniversary of the inception date of this contract, the Insured shall disclose all known information material to determining whether a "Material Exposure Change" has occurred as per section 4 below. Thereafter, but not earlier than sixty (60) days prior to such anniversary, the Insurer may request a re-opening of discussions with respect to contract terms and conditions, including premium adjustment, if, as at that anniversary, any of the following has occurred or will have occurred:

1) a Material Exposure Change; or

2) a change in control in the Insured or a merger or an amalgamation of the Insured with another entity.

3. If under 1 and 2 above, the Insured or the Insurer requests renegotiation of contract terms and conditions but the parties are not able to reach agreement as to the new terms and conditions within thirty (30) days after the re-opening of discussions, then this contract may be cancelled, cancellation to be effective as at the applicable anniversary date upon written demand by the party entitled to re-open the negotiation process.

4. For these purposes, "Material Exposure Change" shall mean:

1) a change of greater than( )increase in the Unit sales of the Insured as shown in the information provided to underwriters prior to inception from any one calendar year to the next;

2) potential liability claims that are likely to exceed ( )of the Self-Insured Retention and/or likely to escalate into litigation;

3) the acquisition of any entity involving an increase in annual net sales of USD 100,000,000 or greater and it is agreed that such entity is covered by this Policy;

4) the acquisition of an entity in a non-core business activity or product line, or the commencement of manufacture or distribution of products not previously listed in the Insured's underwriting submissions to the Insurer; or

5) the presence of material adverse developments which, in the assessment of the Insurer, increase the exposure of the Insurer in respect of this contract (including, but not limited to, changes in mandatory insurance coverage law or regulation, product recalls or withdrawals, adverse litigation events, scientific or medical developments, or the acquisition of a business entity that has risk management standards substantially inferior to the rest of the program).

5. For purposes of this multi-year agreement, changes in market prices and/or terms and

conditions shall not give rise to any right to renegotiate or cancel this agreement.

6. The premium is owed in full and is payable to the Insurer in its entirety on the inception date of this contract. However, for the convenience of the Insured, the Insurer and the Insured may agree that the Insured will be permitted to pay the premium in annual installments to be paid no later than thirty (30) days after the date each annual period begins (hereinafter "Annual Installment date"). The Annual Installment date, if any, is indicated in the Declarations. Notwithstanding this payment convenience, nothing in this multiyear agreement shall be construed to mean that the premium owed to the Insurer is divisible or pro-ratable to specific annual periods. The Insured acknowledges that it has bargained for the benefit inuring to it from the Insurer's long-term capital commitment inherent herein, and that the benefit to the Insurer is dependent on the multiyear term. The premium shall be deemed to have been paid only when actually received by the Insurer or transferred to its account

6. All other terms and conditions remain unchanged

BREAK & REVIEW CLASUE

Notwithstanding the Total Period of Insurance, the insurer may agree to maintain the coverage for the next ( ) months after a lapse of the previous ( ) month period only subject to the following conditions;

1. The insurer may require the submission of any material information as it deems necessary to assess its continued participation, and the insured shall submit such information not less than forty five(45) days prior to the Review Date.

2. The insurer may decline to re-sign as it deems necessary for the following ( ) month period if :

   a) there has been a material change in the risk which makes the re-signing of such period unacceptable for the insurer, or

   b) there has been an increase in exposures to a greater extent than ( )% or,

   c) there has been an incurred, reserved or paid loss greater than ( ).

Pursuant to Section 1 and 2 of this Clause, this insurance may be terminated at the option of the

insurer within sixty(60) days after the previous period of ( ) months by giving the insured a thirty (30) day advance notice, within the permission of the laws or statutes of the country where this policy is applicable. In this case, the insurer shall be liable to repay on demand a ratable proportion of the premium for the unexpired term from the date of such termination.

BATCH CLAUSE (II)

Notwithstanding anything contained in this policy to the contrary, it is hereby noted and agreed that all claims made against the insured during the policy period arising from the same cause shall be deemed as one occurrence(claim) and as having been made against the Insured during the policy year in which the first claim was made against the insured or the first notice was given by the insured to the insurer to the effect that there would be such possibility of a claim being made against insured.

"TIE-IN" LIMITS ENDORSEMENT

This Endorsement modifies insurance provided under SECTION III - LIMITS OF INSURANCE.

In consideration of the premium charged, it is hereby agreed that the combined Limit of Liability that the Company shall be liable for on any claim involving both this policy and also policy as below shall be Limit of Liability XXX.- any one claim / OOO.- aggregate.

The Total Liability of the Company under this and all policies identified in this Endorsement shall not exceed such amount and such condition is only valid subject to all the policies provided to same Insured(s).

All other terms and conditions of the Policy remain unchanged.

CORONAVIRUS EXCLUSION

This insurance does not cover any claim in any way caused by or resulting from:

a) Coronavirus disease (COVID-19);

b) Severe acute respiratory syndrome coronavirus 2 (SARS-CoV-2);
c) any mutation or variation of SARS-CoV-2;
d) any fear or threat of a), b) or c) above.

PANDEMIC/INFECTIOUS DISEASE EXCLUSION

Notwithstanding any provision to the contrary within this insurance or any endorsement thereto, it is agreed that this insurance shall exclude all loss, damage, cost or expense of whatsoever nature directly or indirectly caused by, arising out of, resulting from or in connection with an actual, or perceived, or fear of, an epidemic, pandemic, or infectious or contagious disease, including, but not limited to, a virus, bacterium, parasite or other organism, including any mutation thereof, regardless of any other cause or event contributing concurrently or in any other sequence to the loss. This insurance also excludes any loss, damage, cost or expense of whatsoever nature directly or indirectly caused by, arising out of, resulting from or in connection with any action taken, or failure to take action, to control, monitor, prevent, suppress, recover from, or in any way relating to such epidemic, pandemic, or infectious or contagious disease.

COMMUNICABLE DISEASE ENDORSEMENT

1. This policy, subject to all applicable terms, conditions and exclusions, covers losses attributable to direct physical loss or physical damage occurring during the period of insurance. Consequently and notwithstanding any other provision of this policy to the contrary, this policy does not insure any loss, damage, claim, cost, expense or other sum, directly or indirectly arising out of, attributable to, or occurring concurrently or in any sequence with a Communicable Disease or the fear or threat (whether actual or perceived) of a Communicable Disease.

2. For the purposes of this endorsement, loss, damage, claim, cost, expense or other sum, includes, but is not limited to, any cost to clean-up, detoxify, remove, monitor or test:
   2.1. for a Communicable Disease, or
   2.2. any property insured hereunder that is affected by such Communicable Disease.

3. As used herein, a Communicable Disease means any disease which can be transmitted by

means of any substance or agent from any organism to another organism where:

3.1. the substance or agent includes, but is not limited to, a virus, bacterium, parasite or other organism or any variation thereof, whether deemed living or not, and

3.2. the method of transmission, whether direct or indirect, includes but is not limited to, airborne transmission, bodily fluid transmission, transmission from or to any surface or object, solid, liquid or gas or between organisms, and

3.3. the disease, substance or agent can cause or threaten damage to human health or human welfare or can cause or threaten damage to, deterioration of, loss of value of, marketability of or loss of use of property insured hereunder.

4. This endorsement applies to all coverage extensions, additional coverages, exceptions to any exclusion and other coverage grant(s).

All other terms, conditions and exclusions of the policy remain the same.