

MULTIPLE PROTECTION FOR FOREIGN PROPERTY

ADDITIONAL COVERAGE

1. VARIATION IN THE PROPERTY VALUE

Subject to the General and Individual Conditions of the Policy, to which this coverage is attached, the Company agrees to automatically increase the Sum Insured in the same proportion as that of the increase in the value of foreign property, as a consequence of the variations in the exchange rate to the U.S. dollar.

The Sum Insured for foreign property covered by this Clause shall be specified separately in the Policy.

2. ACQUISITION OF PROPERTY CONTAINED IN THE INSURED'S PREMISES

The Company accepts to automatically cover the increases to the Sum Insured arising from the acquisition of property equal or similar to those covered in this Policy, whether purchased or hired, and for which the Insured is legally liable, providing that such property is located in the premises mentioned in the Policy.

The exchange rate to be used to determine the Sum Insured for acquired property shall be that in effect when such property is under the Insured's possession.

The maximum liability limit shall be equivalent to **5%** of the Sum Insured per location, automatically covering the new property.

Should the aforementioned increase exceed such percentage, the Insured shall request from the Company an increase to the Sum Insured whereby covering such new property, together with the payment of the corresponding premium.

3. ACQUISITION OF PROPERTY CONTAINED IN LOCATIONS NOT DESCRIBED IN THE POLICY OWNED BY THE INSURED OR IN HIS CONTROL

If during the term of the Policy, the Insured acquires property related to his business operation, whether being his own or in his custody, located in premises owned by the Insured or in his control not described in the Specification of the Policy; the Company shall automatically cover such property.

The maximum liability limit shall be equivalent to **5%** of the total Sum Insured and with a limit equivalent to that described in the Specification of the Policy for one or more locations.

Should the aforementioned increase exceed such percentage or the amount equivalent described in the Specification of the Policy, the Insured shall request from the Company an increase to the Sum Insured whereby covering such new property, together with the payment of the corresponding premium.

4. PREMIUM

The Premium of this endorsement is a deposit premium and is equivalent to **35%** of the annual premium resulting from the maximum increase stipulated by the Insured.

The bases for determining the final Premium are as follows:

4.1 Variation in the property value

The premium for this coverage is a deposit premium, and is equivalent to 35% of the annual premium resulting from the maximum increase to the Sum Insured stipulated by the Insured.

The bases to determine the earned premium are as follows:

The final premium shall be that resulting from multiplying the increase percentage resulting from dividing the average quotation and the quotation on the inception date of this endorsement by the premium corresponding to the amount for foreign property.

The average quotation shall be obtained by adding the quotations of the first working day of each month in which such endorsement has been in force (except for the issuing month), and the total sum of such operation shall be divided by the corresponding number of months.

The final premium calculated as described above shall be considered as earned premium; the difference shall be refunded or charged to the Insured no later than 30 (thirty) days after the corresponding adjustment should be made.

4.2 Acquisition of property contained in the Insured's premises, and in locations not described in the Specification of the Policy owned by the Insured or in his control:

The deposit premium shall be calculated at a rate of 0.20‰ on the maximum liability in accordance with the percentages and limits established for each one, this deposit premium shall be the minimum earned by the Company for granting such coverages.

Consequent to the aforementioned, the corresponding rate shall be according to the characteristics of the new property, and the additional amount of the Sum Insured shall be charged being the difference in premium resulting from the deposit premium and the premium due in accordance with the declarations mentioned in previous paragraph.

5. PROCEDURE IN THE EVENT OF CLAIM

The amount originally insured, plus that corresponding to increases in the actual cash value of the property shall be taken as a basis for the purpose of indemnity in the event of loss, as from the inception term until the occurrence date of loss.

The amount so determined shall be the basis for the purpose of Clause I.11 "Proportional Rule" of Section I of this Policy.