

ENDORSEMENT FOR ANNUAL POLICIES

I COVERAGE

It is understood and agreed that in addition to the terms, exclusions, clauses and conditions contained in the policy or endorsed thereon, all assemblies within the inception of the Policy term are insured hereunder.

II PERIODIC DECLARATIONS

The Insured is hereby obligated to report periodically in writing to the Company, as mentioned in the specification of the policy, every and each real erection carried out, indicating the number of contract, description of work, duration of erection, date of beginning, amount of contract and/or value of the erection. The Company shall make an endorsement of declaration and issue a corresponding receipt, applying the agreed rates.

Such report shall be made within the first 15th calendar days following the expiry of each period.

The Insured is obliged to comply with the notice in writing, even though he has not carried out the erection or any movement, subject of this insurance.

III PREMIUM

The policy under these condition shall be issued with a minimum and deposit premium of 1/12 (a twelfth) of the premium corresponding to the annual premium calculated at the inception term, based on the annual estimate of assemblies carried out by the Insured, during the whole term of the Policy.

Based on the above periodic declaration of assemblies, the Company shall make the adjustment of premiums corresponding to the expiry of the term, when and if the Insured has complied with the periodic declaration, and with the respective payment of premiums.

IV TERM

This policy shall be in force with respect to the assemblies, which begins within the 12:00 hrs. (Noon) of the date indicated as of inception of term and shall continue in force until covering the assemblies, which begin prior to the 12:00 hrs. (Noon) of the date stipulated as expiry term of the policy.

The coverage for each erection shall begin on the inception date of the insured works and until the date of the periodic report sent to the Company for such erection.

V CANCELLATION OF CONTRACT

Notwithstanding the stipulations in Clause 13. "Advance termination of contract" of the General Conditions, the following conditions are applicable for the annual policies:

- A) The policy shall be cancelled automatically, without need of prior notice to the Insured, by this Company:
 - In the event the Insured omits the stipulated periodic declaration.
 - In the event the Insured omits to declare any erection carried out in the period, taking into account for this purpose Clause 23. "Errors or omissions" of the General Conditions.
 - If 30 calendar days elapse after issuance of the policy, receipt or endorsement of the corresponding declaration and the corresponding payment of premiums is not made.

B) Notwithstanding the period in force of the contract, the parties agree that such may be terminated in advance by means of written notice, whereby the Insured or the Company terminates such. In this case, the contract shall be terminated as of the date of the last declaration made.

In any such case, and based on the periodic declaration of assemblies that the Insured has made until the date of cancellation, the Company shall make the corresponding adjustment of premiums.

No cancellation shall prejudice any erection in process, and which has been declared previously to this Company; therefore, the contracted protection shall be maintained for such assemblies until termination of all coverages, as per specification of the Policy.