

AUTOMATIC INFLATIONARY ADJUSTMENT OF SUM INSURED FOR DOMESTIC PROPERTY

ADDITIONAL COVERAGE

Previous agreement with the Company, and with the purpose to automatically update the contracted Sum Insured and in accordance with inflation, the Insured may acquire, paying the additional corresponding premium, a percentage of the additional Sum Insured, which shall be applied to the same insurance bases theretofore established.

The maximum limit of liability of the Company shall be that contracted limit plus the additional percentage of this Clause, which is indicated in the Specification of the Policy.

The Premium of this Clause is equivalent to **35%** of the annual Premium resulting from the maximum increase stipulated by the Insured.

The adjustment to the premium shall be effected at the expiry term of the insurance, considering as earned premium the **35%** corresponding to the actual increase percentage accumulated at the expiry date or cancellation of the Policy; the difference, if any, resulting between the deposit premium and the earned premium shall be refunded or charged to the Insured, at least 30 (thirty) days after the date in which the corresponding adjustment should have been effected. If payment is not made within the above period, the Company shall be obliged to pay interests in accordance with the financial rate for payment by installments at the highest premium in force, during the delayed period.

In the event of compensable loss, the original contracted amount shall be taken as a basis plus the corresponding increases in the value of property, from the inception term until the occurrence of the loss.

The amount so determined shall be the basis for the purpose of Clause 4 "Proportional Rule" of the General Conditions of the Policy.