

SIAC INSURANCE POLICY



INSURANCE POLICY FOR SUPPLIERS OF DIRECT PRODUCTS TO SIAC SPA

The Supplier will enter into, and take effective for the entire duration of the Framework Agreement, an adequate insurance policy to cover the risks linked to the potential defects found in the Products supplied to Siac Spa, in compliance with the requirements set out below.

- 1) The policy must be taken out with a leading Insurance Company;
- 2) The policy must cover the risks Third Party Liability, Products Liability with recall and a limit of no less than the following thresholds: Third Party Liability: € 10.000.000; Products Liability Rest of the world: € 10.000.000; Product Liability USA and Canada: € 5.000.000; Recall Worldwide: € 5.000.000 each and every loss and per insurance year, for damage to persons or property. The coverage must also provide the following extensions:
 - a) Interruption / suspension activities of third parties (including line stop at establishments Siac and/or end users);
 - b) Claim from accidental pollution;
 - c) Direct and indirect recall, including transport costs;
 - d) Restoration costs, assembly / disassembly, including transport costs;
 - e) Extension USA and Canada, at least for indirect/occult export;
 - f) Retroactivity for products Liability: from the date of the first waybill of delivery to Siac Group;
 - g) Retroactivity for Liability Recall:
 - i. to market products Rest of the world, from the date of the first waybill of delivery to Siac Spa;
 - ii. for products destined to the USA and Canada, 5 years before the effect date of the policy.
- 3) **Deductibles** and/or S.I.R. or maximum coinsurance applied to insurance coverage shall not exceed the sum of € 100.000. These deductibles and/or S.I.R. or maximum coinsurance can't be otherwise attributable to the Siac Spa.
- 4) **FIRST ISSUE.** Within 15 days from the signing of the contract and in any case before the start of the supply, the Supplier must deliver to Siac an Insurance Certificate(s), also in excerpt, of Insurance Company in dual Italian or English language that bears:
 - a) Insurance coverage, according to the point 2;
 - b) Deductibles applied to each item;

- c) The inception and expiry of insurance policy and effective insurance period coverage if different;
 - d) The retroactivity of the policy if provided;
 - e) The proof of payment and effectiveness of the policy (including any adjustments premium if required by any insurance policy clause).
- 5) RENEWAL OF POLICY:** Within 30 days from the renewal expiring date or the expiry of the installment(s), the Supplier shall provide to Siac Spa copy of the payment receipt and, at the renewal expiring date, a new Insurance Certificate / Extract insurance in two languages, Italian and English, similar to the previous one.
- 6)** Waivers or amendments to the conditions hereabove can be introduced only by a written authorization by Siac Spa.