

## Endicia INSURANCE COVERAGE RULES AND DETAILS

U-PIC Parcel Insurance is managed by U-PIC and coverage is underwritten by Underwriters at Lloyds of London, which has been given an A.M. Best Rating A+ 'Excellent'. U-PIC has been a partner of the US Postal Service for years. This insurance applies to packages shipped with the US Postal Service. Please call 800-955-4623 option 4 if you have any questions regarding the coverage or need information on submitting claims.

\* THIS COVERAGE INSURES the parcel and its contents against damage or loss from any external cause, including war risks as per American Institute cargo clauses (April 1, 1966) as applicable American Institute strikes (Form 10) while in transit to or from premises utilized by the insured and in care, custody, or control of carriers listed to domestic destinations, EXCEPT as hereinafter excluded. Underwriters shall be liable for the invoice value (that is declared) of property lost, destroyed or damaged, however, in the event there is no invoice, underwriters shall be liable for the actual cash value of the property.

\* This insurance covers up to \$5,000.

\* The following international countries are excluded: Afghanistan, Algeria, Angola, Bangladesh, Barbados, Benin, Bolivia, Brazil, Bulgaria, Burkina Faso, Burma, Burundi, Cambodia, Cameroon, Cape Verde, Central African Republic, Chad, Congo, Cuba, Djibouti, Dominican Republic, Ecuador, Ethiopia, Gabon, Ghana, Guinea, India, Indonesia, Iran, Iraq, Jordan, Kenya, Liberia, Libya, Malaysia, Mali, Mauritania, Morocco, Myanmar, Niger, Nigeria, North Korea, Oman, Pakistan, Papua/New Guinea, Poland, Romania, Rwanda, Senegal, Seychelles, Sierra Leone, Slovenia, Solomon Islands, Somalia, Sudan, Syria, Tanzania, Togo, Tunisia, Uganda, Yemen, Yugoslavia

\* Coverage Conditions:

o It is WARRANTED by the Insured that all parcels under this coverage will be shipped in strict accordance with all regulations of the carrier and amendments thereto.

o Failure of the Insured to cooperate with all reasonable requests will result in suspension of coverage and denial of outstanding claims.

o The Insured must file notice of non-delivery or damage with U-PIC within ninety (90) days from the date of shipment for United States Post Office Shipments. There is a twenty-one (21) day waiting period before the Insured may file a notice of non-delivery to U-PIC for packages shipped domestic via the United States Post Office. There is a forty-five (45) day waiting period for packages shipped international via the United States Post Office before the Insured may file a notice of non-delivery with U-PIC. For packages shipped to Italy, there is a sixty (60) day waiting period. APO/FPO shipments require a forty-five (45) day waiting period before filing a notice of non-delivery with U-PIC. No claims will be honored if filed after the 90 day expiration period. The insured will submit completed Endicia claim form, copy of the original invoice to the consignee and any additional documentation requested to substantiate loss. Shipping costs must be included in the declared value in order to be paid with claim. Handling fees and insurance fees are excluded from coverage. All damaged property for which payment (not repair costs), or replacement has been made, must, on request, be returned to Underwriters. Failure to hold the damaged property until the claim has reached a resolution will result in the denial of the claim.

o The Insured will have one (1) year from the date of shipment to provide any required and/or additional documentation which has been requested of the Insured to substantiate said claim. Failure to provide the required and/or additional documentation within one (1) year from the ship date will result in denial of the claim.

o Any covered loss will be promptly paid to the Insured after notice of loss or damage and required documentation has been received and accepted by Underwriters in accordance with the terms and conditions of this coverage, unless property is replaced, at the option of Underwriters, with like kind, function, and quality. There is a 30 day waiting period for lost packages shipped via the United States Post Office.

o Upon payment or replacement for loss or damage, the Underwriters shall be subrogated to all of the rights of the Insured including whatever money may be recoverable. The Insured specifically covenants and agrees to assist the Company in every possible manner to secure reimbursement of said loss or damage.

o No suit or action or proceedings for the recovery of any claim under this Coverage shall be sustainable in any court of law or equity unless the same is commenced within twelve (12) months after discovery by the Insured of the occurrence which gives rise to the claim, provided however, that if by the laws of the State within which this Coverage is issued such limitation is invalid, then any such claim shall be void unless such action, suit or proceeding be commenced within the shortest limit to time permitted by the laws of such State to be fixed herein.

\* U-PIC's coverage does NOT insure the following! Claims for items on the list below will NOT be honored. If you have questions regarding your shipment, please call us at 800-955-4623 x6310 or 818-933-6310, or email EndiciaHelp@U-PIC.com: Accounts, bills, deeds, evidence of debt, money, notes, securities, perishable cargo, or similar property unless endorsed here on in writing. Merchandise shipped on consignment, memorandum or approval unless shipped in fulfillment of an order or request. Loss, damage, or non-arrival of any parcel of its contents which (a) is addressed, wrapped or packed insufficiently, incorrectly or contrary to the carrier's packaging requirements; or (b) bears a descriptive label or packaging which tends to describe nature of contents. Arising out of loss from delivering the product to someone who obtains it by trick, false pretense, or other fraudulent schemes. Any parcel containing personal goods shipped to accommodate an employer or employee. Against loss or damage caused by or resulting from: (a) hostile or warlike action in time of peace or war, including action hindering combating or defending against an actual, impending or expected attack, (1) by any government or sovereign power (de jure facto), or by any authority maintaining or using military, naval or air forces; or (2) by military, naval or air forces; (3) by an agent of any such government power, authority or forces; (b) any weapon of war employing atomic fission or radioactive force whether in time of peace or war; (c) insurrection, rebellion, revolution, civil war, usurped power or action taken by governmental authority in hindering, combating or defending against such an occurrence, seizure or destruction under quarantine or Customs regulations, confiscation by order of any government or public authority or risks of contraband or illegal transportation of trade. NUCLEAR EXCLUSION. Notwithstanding anything herein contained to the contrary, it is hereby understood and agreed that this policy shall not apply to any loss, damage or expense due to or arising out of, whether directly or indirectly, nuclear reaction, radiation, or radioactive contamination regardless of how it was caused. However, subject to all provisions of this policy, the direct physical damage to the property insured, located within the United States or any territory of the United States or Puerto Rico by fire directly caused by the above excluded perils, is insured, provided that the nuclear reaction, radiation, or radioactive contamination was not caused, whether directly or indirectly, by any of the perils excluded by this policy. Nothing in the above wording shall be construed to cover any loss, damage, liability or expense caused by nuclear reaction, radiation, or radioactive contamination arising directly or indirectly from the fore mentioned above. Arising out of infidelity, dishonesty, or any overt act on the part of the Insured, associate in interest, and/or any of the Insureds employees whether occurring during hours of employment or otherwise nor on the part of custodians (common carriers excepted), or the property insured unless specifically endorsed hereon in writing. Arising out of loss of market, latent defect, inherent vice, delay, loss of use, clean up costs, decay, changes in temperature or humidity, or other deterioration, any remote or consequential loss, whether or not arising out of a peril insured against. Every user of U-PIC Insurance through Endicia will be monitored for adverse claims experience. U-PIC reserves the right to disallow any user of Endicia to purchase U-PIC Insurance at any time with 10 days written, certified notice.