

CONTINGENT INTEREST/UNPAID VENDORS

This clause is not in valid in this policy. This clause is applied only for The Insured that requests This Insurer to add this clause and The Insured agrees beforehand. It is a condition of providing this coverage that The Insured agrees to pay additional premium.

1. This insurance is extended to cover the interest of The Insured, as a vendor in a credit transaction, on all shipments made by The Insured on terms under which The Insured is not obliged to furnish transit insurance.
2. This Insurer will guarantee to The Insured the prompt collection of losses, damages and expenses otherwise coming within the terms, conditions and warranties of this insurance in connection with shipments for which The Insured has not been paid. This Insurer will advance to The Insured the amount of the loss, damage or expense, as a loan without interest. Such advance shall be repayable upon, but subject to and only to the extent of (i) the receipt of the purchase price by The Insured, or (ii) any recovery received by The Insured from insurance effected by the buyer or otherwise.
3. It is agreed that the coverage provided under the terms of this Clause shall be subject to the applicable terms, conditions and warranties set forth elsewhere in this policy.
4. All goods and/or merchandise and/or property insured under this Clause shall be valued as per the valuation provisions set forth in in this policy.
5. The Insured agrees to not divulge the existence of the coverage provided by this Clause, and to use all reasonable means to collect the full amount due from the buyer or others, as the case may be.
6. It is understood and agreed that this is a private agreement between This Insurer and The Insured which The Insured will not mention in certificates of insurance, sales contracts, or otherwise.