

Payment of Claim Clause (B)

Notwithstanding anything contained herein to the contrary, the subject-matter insured or its inner packing, outer packing (detailed see the note) damaged due to the insurance accident, if regarded as unqualified goods according to the relevant laws and regulations or the insured internal quality management criteria, the insurer will claim for the total loss amount of insured goods and its package as a whole.

Nevertheless, the payment shall be based on the following preconditions:

(1) The subject-matter insured shall be packed properly and not suffer any insurance accident when delivered.

(2) The insured shall instruct the carrier to take suitable transportation method according to the nature of the insured goods before shipment.

(3) Any loss or damage caused by the defects during the manufacturing process shall be recovered from the consignor or manufacturer.

(4) When regarded to be unqualified, if it has possibility, the insured shall minimize the loss through using for other purposes or reselling.

Limit of Liability not exceed the amount listed in the policy schedule or equivalent amount in other currency any one accident

Note:

Inner packing refers to the minimum packing unit of the merchandise.

Outer Packing refers to multiple packaged goods put into one large packing box, and then delivery to the consignee as a whole.