SPECIAL CLAUSE FOR IMPACT DAMAGES

1. In the event of the falling or impact of the goods insured by any other substances, this insurance shall pay the total amount of losses when the assured is obliged to consider, in spite of no external damage to the goods, the damage goods as a total loss from the viewpoint of brand protection, product liability prevention or marketing reasons, etc.

For the purpose of this clause, this insurance shall pay subject to the written evidence by a third party of the falling or collision of the goods insured.

- 2. With respect to physical loss or damage to the goods with some disorder in external appearance, this insurance shall pay irrespective of the production of such written evidence as specified above.
- 3. It is specially agreed that the quality assurance department and/or some other responsible department of the assured will determine total losses as indicated in 1 and 2 above.
- 4. Deductible as listed in the policy for each occurrence shall be applied as above.