

三井住友海上火灾保险（中国）有限公司

THE CONTINGENT COVERAGE FOR THE INTEREST LOCATED OUTSIDE THE COVERED TERRITORY

1. This policy shall be extended to cover the inventory assets (or any other “Interest” defined in the policy. Hereinafter referred to as “the inventory assets”.) owned by or under the care, custody or control of the Assured (including those for which the Assured is responsible to arrange insurance or assumes risk) but located outside the scope of voyage (territory) defined in the policy subject to “Domestic Stock & Transit insurance” under this policy **except for the risks of earthquake occurring within Japan and/or California which are not insured**, provided that insuring abroad is allowed by law and regulations of the country in which the inventory assets are located.
2. If required by local law and regulations, the Assured shall arrange a separate local insurance while the inventory assets are located outside the covered territory, in which case this clause shall be regarded as the contingent coverage, not primary coverage, covering the inventory assets not insured or insufficiently insured, if any, in comparison with the coverage under this open policy subject to “Domestic Stock & Transit insurance” under this policy **except for the risks of earthquake occurring within Japan and/or California which are not insured**.
(*) The definition of “California earthquake” exclusion are as follows.
 - A. **The interest of insured which is located in California States and damaged by earthquake will be excluded even if the epicenter is outside of the California States.**
 - B. **The interest of insured which is located outside of California States and damaged by earthquake will be covered by the insurance even if the epicenter is in the California States.**