

Valuable Articles Coverage

What Is Covered

This part of your Masterpiece Policy provides you with coverage against all risks of physical loss to your valuable articles anywhere in the world unless stated otherwise or an exclusion applies. Exclusions to this coverage are described in What Is Not Covered.

"Valuable article" means personal property you own or possess for which an sum insured is shown in the **Valuable Articles** section of your Declarations page.

Extra Coverages

In addition to covering the physical loss to your valuable articles, we also provide other related coverages. These payments are in addition to the sum insured for your valuable articles. Exclusion applies to Extra Coverages unless stated otherwise. Exclusions to these coverages are described in What Is Not Covered.

Newly acquired valuable articles

For some categories of valuable articles, we automatically cover newly acquired articles that you own if you already have itemized articles shown on the Declarations page in that category. The sum insured for these articles is described below.

Fine arts. We cover your newly acquired fine arts for 25% of your total itemized sum insured for fine arts. But you must request coverage for the newly acquired fine arts within 90 days after you acquire them, and pay the additional premium from the date acquired. We reserve the right not to insure the newly acquired articles after the 90th day.

Jewelry, furs, cameras, and musical instruments. We cover your newly acquired jewelry, furs, cameras, and musical instruments for 25% of your total itemized sum insured in the same category, up to \$50,000 for each category. But you must request coverage for these newly acquired articles within 30 days after you acquire them, and pay the additional premium from the date acquired. We reserve the right not to insure the newly acquired articles after the 30th day.

Valuable Articles Coverage

What Is Not Covered

These exclusions apply to your Valuable Articles Coverage, including the Extra Coverages, unless stated otherwise.

The words "caused by" mean any loss that is contributed to, made worse by, or in any way results from that peril.

Musical and photographic articles used for profit. We do not cover any loss to musical instruments, cameras, or related equipment used for profit, except in an incidental business activity that does not have gross revenues of \$10,000 or more in any year and conforms to the laws of the Republic of Singapore.

Golf balls and tees. We do not cover any loss to golf balls or tees.

Intentional Acts. We do not cover any loss caused intentionally by you or a family member, or by a person directed by you or a family member to cause a loss. But we do provide coverage for you or a family member who is not responsible for causing the intentional loss. An intentional act is one whose consequences could have been foreseen by a reasonable person.

Misappropriation. We do not cover any loss to valuable articles caused by the taking or other misappropriation of the article(s) from you or a family member by your spouse or another family member.

International transit. We do not cover any loss above \$5,000 each occurrence during international transit while your valuable articles are in the custody of a common carrier.

International transit means any shipment of your valuable articles by or onboard any conveyance, vessel, aircraft, vehicle and train to and/or from the Republic of Singapore to any foreign country. In addition the loading and unloading of your valuable articles to and from such conveyance, vessel, aircraft, vehicle and train or while the property is held in temporary storage during such transit, shall be considered part of international transit when the final destination is located outside of the Republic of Singapore.

This exclusion does not apply to valuable articles which accompany you or family member as personal baggage (other than baggage checked-in with common carrier) during international travel.

Page N-2

Valuable Articles Coverage

What Is Not Covered

(continued)

Gradual or sudden loss. We do not cover any loss caused by wear and tear, gradual deterioration, rust, fungi, mold, rot, warping, insects or vermin. We also do not cover any loss caused by inherent vice, latent defect, or mechanical breakdown. But we do insure ensuing covered loss unless another exclusion applies.

Computer error. We do not cover any loss resulting from an error in computer programming or instructions to the computer.

Acts of war. We do not cover any loss caused directly or indirectly by war, undeclared war, civil war, insurrection, rebellion, revolution, warlike acts by military forces or personnel, the destruction or seizure of property for a military purpose, or the consequences of any of these actions.

Nuclear or radiation hazard. We do not cover any loss caused directly or indirectly by nuclear reaction, radiation, or radioactive contamination, regardless of how it was caused. But we do insure ensuing covered loss due to fire resulting from a nuclear hazard unless another exclusion applies.

Special exclusions for fine arts. We do not cover these losses for fine arts:

- . damage caused by repairing, restoring, or retouching; and
- . any loss to property on exhibition at a fairgrounds, or at the premises of a national or international exposition or exhibition or trade fair, unless the said premises are also covered by this policy.

Special exclusions for stamps and coins. We do not cover these losses for stamps or coins:

- . fading, creasing, denting, scratching, tearing, thinning, color transfer, dampness, extreme temperature, or gradual deterioration;
- . damage caused from handling or being worked on;

- . disappearance of an individual stamp, coin, or other item that is insured as part of a collection unless it is mounted in a volume and the page is also lost.

Valuable Articles Coverage

How We Will Pay Your Claim

Sum insured

The sum insured for each category of valuable articles, and for each itemized article, is shown in the Declarations page.

Itemized articles

For a covered loss to an article listed in the Declarations page as itemized articles, we will pay as follows:

Total loss. If the itemized article is totally destroyed or lost, we will pay the sum insured for that article.

Partial loss. If the itemized article is partially lost or damaged, we will pay to restore the item to its condition just before the loss or to make up the difference between its market value before and after the loss. If the restored value is less than the market value immediately prior to the loss, we will pay the difference. We pay that amount, but in no event will we exceed the sum insured for that article. In lieu of payment to restore the damaged article, at your option and if we agree, we will pay you in currency equal to the sum insured for that article if you agree to surrender the damaged article to us.

In-vault jewelry. Itemized jewelry described in the Declarations page as "in-vault" must be kept in a bank vault. There is no coverage for these items while they are out of a vault, unless we agree in advance to cover them.

Blanket coverage

For a covered loss to valuable articles with blanket coverage, we will pay the amount required to repair, or replace the property,

whichever is less, without deduction for depreciation. If the restored value is less than the market value immediately prior to the loss, we will pay the difference. But we will not pay more than the amount of blanket coverage in the category. And we will not pay more than the blanket limit per item for loss to any one article as shown in the Declarations page. In lieu of payment to repair or replace the damaged property, at your option and if we agree, we will pay you in currency equal to the replacement cost but not more than the amount of blanket coverage in the category or the blanket limit per item for loss to any one article as shown in the Declarations page, whichever is the less.

Page N-4

Valuable Articles Coverage

How We Will Pay Your Claim

(continued)

The following valuable articles are eligible for blanket coverage:

Jewelry. An article of personal adornment containing gemstones, silver, gold, platinum, or other precious metals or alloys.

Furs. Garments made of, trimmed in, or consisting principally of fur.

Fine arts. Private collections of paintings, etchings, pictures, tapestries, art glass windows, other bona fide works of art (for example, statues, antiques, rare books and manuscripts, porcelains, rare glass), and items of historical value or artistic merit.

Silverware. Sterling silver, gold, or pewter: plated ware, tableware, trays, trophies, and similar household articles other than jewelry.

Stamps and coins. Stamps and/or coins contained in an individually owned stamp and/or coin collection and not owned by dealers or auctioneers. This includes other philatelic property, including books, pages and mountings; and other numismatic property including coin albums, containers, frames, cards and display cabinets used with your collection.

Musical instruments. Musical instruments and equipment.

Cameras. Cameras, projection machines, films, and related equipment.

Pairs, sets, and parts

Jewelry, fine arts, furs, stamps, coins, silverware, cameras and musical instruments only. For a covered loss to a pair or set, or to part of a larger unit: If you agree to surrender the undamaged article(s) of the pair, set or unit to us, we will pay you the full replacement cost of the entire pair, set, or unit, subject to the applicable sum insured for that pair, set, or unit. If the remaining pieces or parts are not surrendered, it is considered a partial loss as previously defined in "Itemized Articles".

Page N-5

Valuable Articles Coverage

How We Will Pay Your Claim

(continued)

All other valuable articles. For a covered loss to a pair or set, or to part of a larger unit, we will pay whichever is least:

- . the cost to repair the damaged property to its condition before the loss;
- . the cost to replace it;
- . the cost to make up the difference between its market value before and after the loss; or
- . the sum insured for that pair, set or unit.

If you agree to surrender the undamaged article(s) of the pair, set, or unit to us, we will pay you the full replacement cost of the entire pair, set or unit, subject to the applicable sum insured for that pair, set or unit.

"Replacement cost" is the amount required to repair or replace the pair, set, or unit, whichever is less.

SPECIMEN