

TG International Insurance Brokerage, Inc.

March 14, 2001

Gregory Procida
GDK INTERNATIONAL
212 Washington Avenue
Carlstedt, NJ 07072

Dear Mr. Procida,

Thank you for your interest in our international and domestic household goods insurance programs. I am enclosing sample certificates and rate schedules for your review.

The TRAVEL GUARD PROGRAM is designed to insure a normal mix of new/used household goods/personal effects. Three types of coverage are available; Declared Value, Depreciated Value, and Full Replacement Value.

- * For **DECLARED (SPECIFIED) VALUE COVERAGE**, property owner is required to submit a detailed valued declaration of the items contained in the shipment. By doing this, in the event an item was lost or damaged beyond repair, our settlement would be based upon the declared value on the declaration; or, the cost of replacement; or, the cost of repair, whichever amount is less.
- * If a valued declaration is not provided, in the event of a claim, settlement will be based upon **REPLACEMENT COST, LESS DEPRECIATION**. Note: the High Value Items Clause requires property owner to specifically and individually declare and value any item having an individual value or set value in excess of \$1000.00 U.S.
- * For **FULL REPLACEMENT VALUE COVERAGE**, An additional premium charge of \$.25 per \$100.00 valuation will apply. Entire shipment must be insured at 100% of its current replacement cost. In the event of a claim, full replacement value coverage allows for replacement with new items of comparable quality, the declared value, or the cost of repair, whichever amount is less. Recovery is limited to the total insured value.


Declaration/value list of high value items **MUST** be provided to TGI with the certificate reporting copy.

Coverage can also include a vehicle (automobile, motorcycle, boat) when it is moving with the household goods shipment.

In addition, TGI offers "Named Perils" coverage (limited coverage, can be used with PBO's) and general cargo/commodities insurance. Also available is our Worldwide Assistance Programs, brochure enclosed.

If you would like to offer our insurance programs to your customers, please let me know and I will send you the supplies you need to get started. We look forward to working with you, and I hope to hear from you again soon.

Sincerely,


Donna Klonowski
Account Executive

email: d.klonowski@tginternational.com

27352 CALLE ARROYO, SAN JUAN CAPISTRANO, CA 92675-2768 U.S.A.
TEL: (949) 661-6020 (800) 854-6039 FAX: (949) 240-5817

E-MAIL: travelguard@worldnet.att.net INTERNET: TGINTERNATIONAL.COM

INSURANCE AGENT/BROKER LICENSE #0605973

NAMED PERILS TRANSIT INSURANCE PROGRAM

CERTIFICATE NO: 910903

TG INTERNATIONAL INSURANCE BROKERAGE, INC.
27352 Calle Arroyo, San Juan Capistrano, CA 92675-2768
Mail Address: P.O. Box 99, San Juan Capistrano, CA 92693-0099
TEL: 949-661-6020 • FAX: 949-240-5817
E-Mail: travelguard@worldnet.att.net

Date of Issuance: _____

Insured Name: _____

Insured Value: _____

Moving From: _____

Pick Up Date: _____

Moving To: _____

Est. Delivery Date: _____

How Moving: AIR SEA LAND

NOTE: TG International Insurance Brokerage, Inc. is hereafter referred to as TGI. Insurance coverage does not attach until certificate is reported to TGI.

NO DEDUCTIBLE HOUSEHOLD GOODS/PERSONAL EFFECTS AND VEHICLE COVERAGE FOR LOSS AND/OR DAMAGE ONLY WHEN LOSS/DAMAGE IS A DIRECT RESULT OF:

- * **GOODS BY AIR:** Loss and/or damage caused by fire, lightening, cyclones or tornadoes, or aircraft crash.
- * **GOODS BY SEA:** Loss and/or damage caused by stranding, sinking, burning or collision of the vessel, faults or errors in the management of the vessel, bursting of boilers, latent defect in hull or machinery, jettison of the cargo, barratry, or explosion.
- * **GOODS BY LAND:** Loss and/or damage caused by collision, upset or overturn of the transporting conveyance, derailment, fire, lightening, sling loss, flood (rising of navigable waters), collapse or subsidence of docks, earthquake, cyclones/hurricanes, or sprinkler leakage.
- * **VEHICLES:** Vehicles moving under this certificate are limited to private passenger automobiles, including pick-up trucks and vans up to one-ton capacity. Excludes: Commercial, step vans, tractors, emergency, custom, modified or high performance, antique or classics, home built or kit cars, motor homes or campers, vehicle driven under its own power.

EVIDENCE CLAUSE: Receipt by insured (or insured's agent) of the shipment without written notations of specific loss and/or damage on carrier's delivery documents at time of receipt shall be evidence that the shipment has been delivered complete and in proper and like condition as when tendered for shipment at origin. All loss and/or damage must be witnessed at time of delivery by delivering carrier's representative, and this representative's signature must appear on delivery document verifying the existence of any such loss or damage. FAILURE TO COMPLY PRECLUDES RECOVERY.

CLAIM REPORTING: Claim must be submitted to TGI within 45 days of shipment's arrival at destination. Contact TGI for claim form.

PREMIUM PAYMENT: Where the named insured has not paid premium directly to TGI, any party receiving premium from the named insured is construed as the insured's agent for payment of said premium to TGI. Failure of TGI to receive such premium will void any and all unpaid insurance coverage. Claims will not be honored unless premium payment has been received by TGI.

DUTY/BURDEN OF INSURED: The burden of proof of loss/damage as a direct result of one of the named perils is the responsibility of the insured.

AMOUNT OF INSURANCE OR LIMIT OF LIABILITY:

- The Company shall not be liable for more than the amount of insurance shown on the face of this certificate; no betterment allowed.
- The Insurance Company may require proof of value and proof of shipment of any item claimed.
- Payment of claims will be in U.S. Dollars.

MISREPRESENTATION AND FRAUD: This certificate shall be void if whether before or after a loss the insured has concealed or misrepresented any material fact or circumstance concerning this insurance.

SUBROGATION CLAUSE: The Company shall be subrogated to the extent of their payment for losses hereunder to all insured's rights to recover against any person or organization.

OTHER INSURANCE: This insurance does not cover to the extent of any other insurance covering the same property, and the Company shall be liable for loss or damage only for the excess value beyond the amount due from such other insurance.

SUIT AGAINST COMPANY: No suit, action or proceeding against this Company for recovery of any claim shall be sustainable unless commenced within one year from the date of the happening out of which the claim arises, provided that if such limitation is invalid by the laws of the state in which this policy is issued, then such suit, action or proceeding shall be barred unless commenced within the shortest limit of time permitted by the laws of such state.

ABANDONMENT: There cannot be any abandonment of any insured property to the insurance underwriters or anyone else.

ASSIGNMENT OF INSURANCE COVERAGE: This insurance shall be void if assigned or transferred without the written consent of this Insurance Company.

I have read this certificate and received my copy of the insurance certificate. I understand and agree to the terms, conditions and exclusions as stated hereon. I understand that the moving company/forwarder is acting as "agent for the insured" in securing this coverage and that the moving company/forwarder is not TGI's agent, and has no authority to change/modify any condition of coverage.

INSURED'S SIGNATURE _____

SIGNATURE OF MOVER'S FREIGHT AGENT _____
(AS AGENT FOR THE INSURED)