

STATUTORY DISCLOSURE FOR INSURANCE COVERAGE IN MEXICO

The attached policy for insurance coverage in Mexico is issued by an Insurance Company in a foreign country. It is important that our clients understand the policy is not regulated by any US Government Agency. We want to assure you the companies we use are the most reputable Insurance Companies in the Republic of Mexico.

Arizona Statute A.R.S. 20-422(C) requires that you be given the following notice:

"This policy is issued by an insurance company that is not regulated by the Arizona Department of Insurance. The insurance company may not provide claims service and may not be subject to service of process in Arizona. If the insurance company becomes insolvent, insureds or claimants will not be eligible for protection under Arizona law"

The following are some important differences and exceptions found in policies issued for travel in Mexico.

- 1) If two Americans have an accident in Mexico and wish to file a suit in the US, Mexico's policy will not respond to a liability suit brought to the US. It will only respond in Mexico.
- 2) Liability for bodily injury sustained by a third party (passengers) in the insured vehicle is not covered. Example: There is no coverage if passengers of the same vehicle sue each other. However, no-fault medical payments coverage for passengers is provided.
- 3) Damage caused by a person without a valid driver's license or under the influence of alcohol or drugs is not covered. If you have a valid driver's license, and are not under the influence of alcohol or drugs, our policy will protect you.
- 4) Damage sustained while participating in speed trials or races is not covered.
- 5) Loss or damage to under-parts of the insured vehicle as a result of overloading or rough roads is not covered.
- 6) Pilferage or partial theft of parts and/or accessories is not covered. Theft coverage is provided only if the entire vehicle is stolen. Vandalism is also excluded.
- 7) Trailers or boats that are towed must be listed on the policy in order to be covered. If the trailers or boats are not listed, there is no coverage for either the unlisted trailers, boats nor the towing vehicle, even if listed.
- 8) Coverage for physical damage is not included unless it is purchased and specifically described in the policy. If physical damage coverage is purchased, the form covers collision, overturn, fire, natural phenomenon, glass and total theft.
- 9) If you return to the US without an adjuster's report, coverage is void.
- 10) There are no refunds on 6 month or annual policies if cancelled more than 20 days after the effective date. Any cancellations on short term policies must be made prior to the effective date of coverage. Short term policies cannot be cancelled after the effective date. All cancellations are subject to company retention of \$ 15 policy fee.

This information is provided to help you better understand some major points of Mexican Insurance and does not replace or amend any conditions or limitations in the policy form. Please review the policy form for full details on the conditions and limitations.

I have read and understand the disclosures required as described above and acknowledge receipt of disclosure statement.

Date:

Insured Signature:

Date