

**STATUTORY DISCLOSURE FOR INSURANCE COVERAGE IN MEXICO-Homeowners**

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 homes in Mexico.

- 1) Liability coverage responds in Mexico only. If someone is injured on your property we will cover your liability in Mexico only, subject to Mexico law. There is no coverage for claims or suits brought to the USA as a result of an occurrence in Mexico.
- 2) Deductibles and coinsurance in Mexico are higher than in the USA. Typical deductibles are typically 0.5- 1% of the building or contents value. For Flood and Earthquake, there are generally also "coinsurance" clauses, which in Mexico act as additional deductibles of anywhere from 10-20% of the insured value of the home or contents. Check the policy terms and conditions for specific deductible and coinsurance information.
3. Theft coverage is provided only when there is sign of forced "violence", such as a break in. All covered items for theft must be listed on the declaration page. Eligible covered items for theft include household appliances, furnishings, etc. Boats, atv's, and other types of mobile equipment are not insured for theft under the homeowners policy..

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, exclusions and limitations.

**RECEIPT:**

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

Signed: \_\_\_\_\_

Date: \_\_\_\_\_