

The 2005 World Exposition, Aichi, Japan

Guidelines for Fire Insurance

September 2003

The Japan Association for the 2005 World Exposition
The 2005 World Exposition, Aichi, Japan Underwriting Insurance Companies

Introduction

Fire insurance for the 2005 World Exposition, Aichi, Japan is blanket insurance designed to prepare for physical damage, due to various kinds of accidents, to buildings, structures, equipment, furniture, fixtures and other properties within the Exposition site.

In addition to accident-preventive measures to be taken by each participant in the Exposition so as to be fully prepared for all kinds of accidents, as well as to ensure smooth operation of the Exposition, it is also necessary to arrange proper insurance against accident.

Accordingly, it is stipulated in General Regulations and Special Regulation No. 8 concerning insurance (hereinafter “SPECIAL REGULATION”) of the 2005 World Exposition, Aichi, Japan that all participants (*) and the Japan Association for the 2005 World Exposition (as the organizer, hereinafter the “Association”) are required to arrange fire insurance on buildings, structures, equipment, furniture, fixtures and other properties to be controlled on the Exposition site. (Articles 5 and 11, SPECIAL REGULATION) It is also stipulated that, in the event of any accident, participants and the Association shall waive their respective rights to claim damages from each other, so as to avoid disputes between and among the parties involved in the Exposition, for the smooth operation of the Exposition. (Article 28 of General Regulation and Article 6 of SPECIAL REGULATION)

Unlike other insurance policies generally offered, under this EXPO2005 fire insurance, the insurer also waives the subrogation right to claim damages it may acquire through payment of insurance money for any damage for which the insured waives his right to claim in accordance with these waiver provisions.

* As used in these Guidelines, the term “participants” shall mean official participants in the Exposition and other persons who conduct exhibitions and other activities related to the Exposition, on behalf of such official participants, in accordance with Article 2.2 of SPECIAL REGULATION.

The fire insurance, designed on the basis of SPECIAL REGULATION, is outlined below.

- Attention -

This Guidebook outlines only the fire insurance specified in the SPECIAL REGULATION. For details, read the general clauses of fire insurance and its endorsements. General conditions will be distributed around spring 2004.

I. Properties Insured

1. Properties Insured

The following properties, controlled by each participant on the Exposition site, shall be insured (in accordance with Article 11, SPECIAL REGULATION).

- (1) Buildings and structures (*)
- (2) Equipment (*)
- (3) Commodities
- (4) Furniture, fixtures and other movable properties

* The Association will take out a blanket fire insurance policy for buildings, structures and equipment lent by the Association to official participants. (Article 11.3, SPECIAL REGULATION)

2. Properties not covered

- (1) Currencies, revenue stamps, postage stamps, precious metals and jewelry, excluding those for sale;
- (2) Exhibits and works of art to be insured by the movables comprehensive insurance, as specified in SPECIAL REGULATION
- (3) Securities, documents, books of account and other things of like kind
- (4) Aircrafts, watercraft and automobiles
- (5) Animals (including fish and shellfish) and trees, plants, lawns and seaweeds.

II. Sum Insured

The sum insured must be determined based on the prices to be paid to purchase replacements for the insured properties (hereinafter “Replacement Cost”) for the Exposition. (Article 11.2.2, SPECIAL REGULATION)

If it is found that the sum insured is short of replacement cost of value, it should be increased to the replacement cost.

III. Period of insurance

This insurance should be maintained during the following period: (Article 11.2.3, SPECIAL REGULATION)

- [Start] (1) Buildings, structures and equipment: upon delivery to owner
- (2) Commodities and other movable properties: upon unloading of properties from carrier on site
- [End] (1) - Buildings, structures and equipment: upon removal of properties from site
- Buildings borrowed from Association: upon return to Association
- (2) Commodities and other movable properties:
- Upon loading of properties to carrier for removal from site

IV. Loss or damage cover by this insurance(proposed at this time)

Insurance money will be paid to compensate for damages caused by the following:

- (1) Fire
- (2) Lightning
- (3) Bursting or explosion
- (4) Windstorm, hail, or snow
- (5) Falling, flying, crashing or collapsing of foreign object into building where insured properties are maintained, such as aircraft crash, intrusion by car (excluding damage caused by car owned or driven by insured or its employee) or falling construction crane
- (6) Accident in water supply and drainage equipment
- (7) Disturbance and group action similar thereto or violent or destructive action incidental to labor dispute
- (8) Flood caused by typhoon, rainstorm, heavy rain, snow melt, high tide, mudslide or other natural disaster

V. Exclusions(proposed at this time)

Insurance money will not be paid to compensate for damages caused by the following:

- (1) Willful act, gross negligence or violation of laws and regulations of the person effecting the insurance, the insured or any of their legal representatives
- (2) Disappearance or theft of the property hereby insured occasioned at the time of the accident described in the preceding Article (Where claim is payable)
- (3) Carbonization or melting by electric breakdown (excluding carbonization or melting caused by fire)
- (4) War, military act of foreign nations, revolution, insurrection, civil war, armed rebellion and other similar disturbance or riot
- (5) Action of radioactivity, explosiveness or any other harmful nature of nuclear fuel materials or nuclear fuel contaminants, or any accident attributable to such nature
- (6) Attachment, confiscation, destruction, or any other similar act conducted by the government or municipal office (excluding acts required for fire fighting)

VI. Amount of payment of claim

If loss or damage is caused to the insured properties by any accident listed in IV above, insurance money will be paid in accordance with the following standards:

1. Calculation of amount of damage

Amount of damage will be calculated on the following basis:

(1) Buildings, structures or equipment

Rebuilding status Date of accident	(a) Restructured or repaired	(b) Not restructured or repaired
Before Exposition	Replacement cost	Replacement cost
During Exposition March 25,2005 - September 25, 2005	Replacement cost Provided that insurance money does not exceed actual cost needed for restructuring or repair	Amount determined by reducing replacement cost on daily fixed-rate basis (Note 1) Reduction rate (**** per day) is calculated assuming that final remaining value ratio is ***. (Note 2) If amount calculated on above-mentioned basis is lower than actual remaining value, actual remaining value shall be used.

*** means figures not yet decided. Figures will be released in Spring 2004.

(2) Furniture, fixtures, and other movable articles

Replacement cost

2. Amount of payment of claim

- (1) The amount of indemnity shall be the amount of loss calculated in accordance with the preceding Article plus costs and expenses provided for sue and labor charges and cost of debris removal.
- (2) If the sum insured is short of the replacement cost of the insured property, insurance money to be paid will be reduced in accordance with the ratio of such shortage.
- (3) The maximum insurance money paid under this insurance shall be 110% of the sum insured stipulated in the insurance policy.

VII. Procedures for application for insurance

For underwriting of insurance and handling of claims related to EXPO2005, this fire insurance is offered by the “EXPO2005” Underwriting Insurance Companies, comprising insurance companies selected by the Association (Organizer) through public invitation and examination from among insurers licensed to conduct insurance business in Japan. The leader company is Sompo Japan Insurance, Inc.

To apply for this fire insurance, official participants must enter necessary information in the Official Participant's Application for Insurance (attached to Outline of Insurance for Official Participants), and submit it to the Insurance Team, Finance Group of the Japan Association for the 2005 World Exposition. Applications will be handed to the Underwriting Insurance Companies, who will then issue appropriate policies to the applicants.

Regarding buildings, structures and equipment lent by the Association to official participants, the Association will take out a blanket insurance contract. Each official participant must pay a contribution (Article 11.3 of SPECIAL REGULATION).

* Details of contribution (amount, payment method etc.) have not yet been decided. Participants will be notified around Spring 2004.

<p>[Contact] “EXPO2005” Underwriting Insurance Companies Fire insurance managing underwriter Sompo Japan Insurance, Inc. 3rd Division, Nagoya Corporate Account Production Department 3-22-21, Marunouchi, Naka-ku, Nagoya City 460-8551 TEL :052-953-3881 FAX:052-953-3590</p>

VIII. Claim Procedure

1. If an accident occurs:
 - (1) If an accident occurs, confirm the circumstances carefully, to determine whether the damage is coverable by this fire insurance. If it is coverable by this insurance, report the following information to the Underwriting Insurance Companies promptly, using a designated Insurance Accident Report form.
 - ① Date and time of accident
 - ② Place of accident
 - ③ Description of accident
 - ④ Description of damaged properties, and extent and other conditions of damage
 - ⑤ Cause of accident
 - (2) Take photographs of the accident scene.
 - (3) Cooperate with investigation, for cause of accident or for damage, to be conducted by the leader of Underwriting Insurance Companies..
2. Procedure for claiming insurance money
To claim insurance money, the policyholder must submit an insurance claim form and other necessary documents:

[Documents required mainly]

- Insurance claim form (designated by Underwriting Insurance Companies)
- Accident report (together with insurance claim form)
- Certificate of affliction
- Photographs of accident scene
- Estimation of repair work
- Other documents required by insurers

Regarding report of accident and questions on insurance claim, contact the following:

[Contact]

“EXPO2005” Underwriting Insurance Companies
Fire insurance managing underwriter
Sompo Japan Insurance, Inc.
Nagoya Casualty, Property & Marine Claims Division,
1st Chubu Claim Department

3-22-21, Marunouchi, Naka-ku, Nagoya City 460-8551
TEL :052-953-3911
FAX:052-953-3691

[“EXPO2005” Underwriting Insurance Companies]

This insurance is co-insurance offered by the following-mentioned Underwriting Companies comprising 17 non-life insurance companies; each company will be liable severally (not jointly) in proportion to its participation in this insurance. Sompo Japan Insurance, Inc. serves as the leader, to receive premiums, issue policies, pay insurance money and perform other insurance-related operations and administration on behalf of the other insurers.

The policyholder must understand that if any underwriter goes bankrupt, the insurance money or cancellation refund may be reduced depending on the loss status of the bankrupt insurer. Payment of insurance money or cancellation refund may also be suspended temporarily.

Members of EXPO2005 Property Insurance Underwriters
(in alphabetical order)

Aioi Insurance, Company, Limited
ALLIANZ FIRE AND MARINE INSURANCE JAPAN LIMITED
Assicurazioni Generali S.p.A.
Hyundai Marine & Fire Insurance Co., Ltd.
Ji Accident & Fire Insurance Co., Ltd.
Kyoei Fire & Marine Insurance Co., Ltd.
NIPPONKOA INSURANCE CO., LTD.
Nissay Dowa General Insurance Co., Ltd.
SECOM GENERAL INSURANCE COMPANY, LIMITED
SOMPO JAPAN INSURANCE INC.
Mitsui Sumitomo Insurance Company, Ltd.
The Asahi Fire & Marine Insurance Co., Ltd.
THE FUJI FIRE AND MARINE INSURANCE COMPANY, LIMITED
The New India Assurance Co., Ltd.
The Nichido Fire and Marine Insurance Company, Limited
The Nisshin Fire & Marine Insurance Co., Ltd.
THE TOKIO MARINE AND FIRE INSURANCE CO., LTD.