

BAREBOAT CHARTER CLAUSE 1/1/79

Article 1

It is a condition of the contract of insurance that at the commencement of this Policy there is a contract with regard to the Vessel insured, between the Shipowner and the Person effecting the insurance, such contract being subject to the current Bareboat Charter Party Form adopted by The Japan Shipping Exchange, Inc. or a form which has provisions to the same effect.

Article 2

Where the Vessel insured has been returned to the Shipowner or where a material alteration has occurred to the contents of the contracts referred to the preceding Article during the currency of this insurance, the Company shall not be liable to pay for any loss or damage occurring thereafter, except where the Company's consent in writing has been given.