

## CLAIMS HANDLING CLAUSE

The reinsured shall give prompt notice to Reinsurers of all incidents of which they become aware which could give rise to a claim under the Original policy, and shall periodically advise Reinsurers hereon of any developments regarding such incidents.

*Claim follow*

Where it appears that an incident will not give rise to a claim in excess of USD 50,000 to the Original Policy, then the Reinsured shall control the negotiation and management of that particular claim including the appointment of surveyors, lawyers, adjusters, experts, investigators, recovery agents, etc., and control all actions, proceedings, negotiations, offers, and settlements (excluding ex-gratia) and the Reinsurers hereon follow the Reinsured in all such actions and settlements in every respect, and bear their respective proportions of all costs incurred by the Reinsured in such matters. Nevertheless, the Reinsurers have the right at any time and in any respect of any claim to ask for full documentation.

*Claim Co-operation*

Where it appears that an incident will give rise to a claim between USD 50,000 and USD 100,000 to the Original Policy, then the Reinsured shall handle the negotiation and management of that particular claim including the appointment of surveyors, lawyers, adjusters, experts, investigators, recovery agents, etc., and control all actions, proceedings, negotiations, offers, and settlements (excluding ex-gratia). The Reinsured hereon undertake in arriving at the settlement of any claim that they will co-operate with the Reinsurers hereon and that no settlement shall be made on the original policy without the approval of the said Reinsurers, and that the Reinsurers have the right at any time and in any respect of any claim to ask for full documentation. The Reinsurers hereon and the Reinsured bear their respective proportions of all costs incurred by the Reinsured in such matters.

*Claim Control*

When it appears to Reinsurers hereon that an incident may result in a claim in excess of USD 100,000.- (or equivalent in other currency) to the Original Policy then Reinsured shall, give notice to the Reinsurers. The Reinsurers will take over the negotiation and management of that particular claim including the appointment of surveyors, lawyers, adjusters, experts, investigators, recovery agent, etc., and control all actions, proceeding, negotiations, offers and settlements (excluding ex-gratia) on behalf of the Reinsured.

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