

INSOLVENCY CANCELLATION CLAUSE

The assured may terminate this contract with immediate effect by giving the insurer written notice if the insurer; becomes insolvent, suspends payment of debts, convenes a meeting or enters into any agreement with creditors, loses the whole or any part of its paid up capital, has a receiver appointed or a petition presented for its liquidation, or has resolution passed for its voluntary liquidation; passes under control of, or is absorbed by or amalgamated with any other body corporate or unincorporated, is nationalized or becomes controlled by the government of the country in which it is incorporated or in which it has its principal office, or agrees to any arrangement whereby it ceased to have a separate existence.

Notice of termination shall be by written notice, which may be given by facsimile, telex or by letter, to the insurer's last known business address. The insured shall be entitled to a daily pro-rata return of premium from the date of termination.

Termination of this contract shall not relieve either party of its prior rights and obligations.

This clause will not apply to unincorporated insurance associations.