

KB INSURANCE CO.,LTD.

September 20, 2017

RATE QUOTATION

Aviation Insurance

A/C: Seoul Fire Observation Corp.

With reference to the captioned account, we are pleased to provide you with the rate quotation as follows.

A) GENERAL CONDITIONS

1. Assured: Seoul Fire Observation Corp.
2. Aircraft:
 - 1) AS365N2 (Regn.: HL9447/Seoul No.001, B/Y: 1997)
 - 2) AS365N2 (Regn.: HL9448/Seoul No.002, B/Y: 1999)
 - 3) BELL 206L-3 (Regn.: HL9186/Seoul No.003, B/Y: 1990)
3. Period: One year as from September 29, 2017
4. Uses:

Standard Uses : Private and pleasure & Business.
Other exclusions as per AVN 1C

Special Uses: Emergency rescue flight, Fire-fighting, Emergency patient evacuation, Transportation for organ and organ transplant patient, Evacuation guidance, Fire-fight training, Fire-fight command / control, Fire-fighter transportation, Searching and rescue operation (including rappelling and hoist operation), VIP transportation and any other duty and/or mission approved and/or instructed by the Seoul City's Administrator and/or Chief in the Fire Department Headquarters.
Excluding aerial application uses other than fire-fighting.
5. Pilot: Fully licensed pilots as approved by the assured subject to a minimum 2,000 R.W.H.
6. Geog. Limit: Within Republic of Korea
7. Estd. Annual Utl.: 1) 230 hours 2) 180 hours 3) 50 hours
8. Remarks: If canceled by Assured, Return Premium per UK short rate scale.
This rate quotation is valid only for 10 days from issued date.

B) AIRCRAFT HULL ALL RISKS & LIABILITIES

(FORM:LLOYD'S AIRCRAFT POLICY"AVN 1C", SECTION III DELETED)

1. Interest: To cover the assured's aircraft against all risks of physical loss or damage whilst rotors in motion/ rotors not in motion/ ingestion, and their legal liability to third parties arising out of the assured's operation of the aircraft, but excluding liability to slung cargo itself and passenger & chemical liability.
2. Sum Insured:

Hull:	Agreed value of	1) K.Won 3,019,555,000
		2) K.Won 3,648,190,000
		3) K.Won 390,698,000
T.P.L.:	1), 2), 3) CSL (BI/PD) K.Won 1,000,000,000	
	any one accident/occurrence each aircraft	
3. Deductible: Rotors in motion/ Rotors not in motion/ Ingestion – 5% of hull agreed value e.e.l. including TL/CTL.
4. Conditions:

AVN 17A Additions and Deletions Clause (Hulls).
 AVN 18A Additions and Deletions Clause (Liabilities Only)
 AVN 38B Nuclear Risks Exclusion Clause
 AVN 46B Noise and Pollution and Other Perils Exclusion Clause
 AVN 48B War, Hi-Jacking and other Perils Exclusion Clause
 AVN 76 Supplementary Payments Clause - limited to 10% of aircraft agreed value any one incident and in the aggregate.
 AVN 2000 Date Recognition Exclusion Clause
 Asbestos Exclusion Clause

Premium payable in full at inception

LMA 3100 Sanction Limitation and Exclusion Clause
5. Rate:

Hull:	1) 3.68% of agreed value (Prem.: K.won 111,119,000)
	2) 3.44% of agreed value (Prem.: K.won 125,497,000)
	3) 5.01% of agreed value (Prem.: K.won 19,573,000)
T.P.L.:	1) K.Won 1,890,000
	2) K.Won 1,909,000
	3) K.Won 1,977,000

C) PERSONAL ACCIDENT

(FORM: LLOYD'S ACCIDENT POLICY FORM "KA"(NMA 2318))

1. Interest: To cover Personal Accident risks in respect of crew and passengers(including doctors and medical team person) of the aircraft :

- whilst being in or on or boarding the aircraft for the purpose of flying therein or alighting therefrom following a flight, and
- the rappeller during rappelling and hoist operation whilst in the operation of fire fighting and emergency rescue/ rescue training using AS365 N2 helicopter, subject to the list of rappellers being submitted to the (re)insurer prior to inception.

2. Sum Insured:

In case of aircraft 1) and 2): -

Pilot: C. S. I. K. Won 500,000,000 per seat (2 seats)
 Passenger: C. S. I. K. Won 500,000,000 per seat (7 seats)
 Rappeller: C. S. I. K. Won 500,000,000 per seat (1 seat)

In case of aircraft 3): -

Pilot: C. S. I. K. Won 500,000,000 per seat (2 seats)
 Passenger: C. S. I. K. Won 500,000,000 per seat (3 seats)

3. Conditions:

Compensation Scale E excluding weekly indemnities (Item 8&9)
 Exclusion 4 of NMA 2318 deleted.
 Any person riding on in connection with the assured's business other than pilot/ rappeller shall be deemed as passenger.
 Premium payable in full at inception
 LMA 3100 Sanction Limitation and Exclusion Clause

4. Rate:

In case of aircraft 1): -

Pilot: 0.91% on C.S.I. per seat (Prem.: K.won 9,100,000)
 Passenger: 0.66% on C.S.I. per seat (Prem.: K.won 23,100,000)
 Rappeller: 0.75% on C.S.I. per seat (Prem.: K.won 3,750,000)

In case of aircraft 2): -

Pilot: 0.88% on C.S.I. per seat (Prem.: K.won 8,800,000)
 Passenger: 0.61% on C.S.I. per seat (Prem.: K.won 21,350,000)
 Rappeller: 0.72% on C.S.I. per seat (Prem.: K.won 3,600,000)

In case of aircraft 3): -

Pilot: 0.81% on C.S.I. per seat (Prem.: K.won 8,100,000)
 Passenger: 0.65% on C.S.I. per seat (Prem.: K.won 9,750,000)

※ TOTAL INDICATION PREMIUM (Hull & Liability and PA):

K. Won 349,515,000



110-733 서울시 종로구 수송동 80 코리안리빌딩
80, Susong-Dong, Chongno-Gu, Seoul 110-733, Korea Tel : (82-2)3702-6000 / Fax : (82-2)3702-6406

Yours sincerely,

KOREAN REINSURANCE CO.

A handwritten signature in black ink that reads "Austin Jung".

Austin Jung

Head of Marine Team

Marine Team