Minimum requirements for insurance of the financial product collateral – solar panel:

A mortgaged and/or pledged item shall be insured, at the request of the bank, to obtain/maintain a financial product.

The customer shall be authorized to submit an insurance policy from any insurance company. In such a case, all of the following conditions shall be met:

1. The insurance company (insurer) issuing the insurance policy shall hold a license for the relevant insurance activity as established by law.
2. JSC ProCredit Bank shall be designated as the sole beneficiary of the collateral insurance policy. However, ProCredit Bank Germany may also be named as the beneficiary in case of insuring the collateral for a co-financed loan.
3. An insurance policy may be submitted for a specified term, but it must be renewed 3 (three) days before the expiration of each term and be valid during the validity of the financial product agreement concluded between the customer and the bank.
4. The insurance policy shall include the obligation of the insurer to notify the bank (beneficiary) of any overdue payment of the insurance premium or termination of the policy for any reason. For this purpose, the bank contact details are:
   - Address: No 21 Al. Kazbegi Ave., 0160 Tbilisi, Georgia; or
   - Email: Geo.info.insurance2@procredit-group.com
5. The insurance policy shall indicate the identifying data of the insured property and the insured value of the property.
6. The insurance shall extend to the solar panel serving as collateral for a loan, i.e. the device (including all auxiliary and necessary components) generating electricity by means of solar rays, namely, by means of photovoltaic effect.
7. The insurance policy shall cover the collateral insurance at the market value of the property. When paying insurance indemnity, the amount of damages shall be calculated according to the market value of the property.
8. Under the insurance policy, the bank shall be the recipient of the insurance indemnity. The insurance indemnity shall be paid in cash to cover a) the restoration/renovation costs, and b) the damages. Insurance indemnity by replacing the destroyed property with a similar one shall be allowed only with the prior consent of the bank (beneficiary).
9. **The solar panel** shall be insured against the following insurance risks:
   - Fire, explosion, lightning stroke, falling of aircraft or aircraft parts
   - Storm, hurricane, hail, landslide, stone fall, weight of snow accumulations, flood
   - Direct damage by water discharged from the plumbing or drainage system, rupture or leakage of water, oil, or petroleum from boilers or pipes.
   - Third party's illegal action, vandalism, theft or attempted theft, robbery, larceny, vehicle collision
   - Earthquake.

If the customer submits an insurance policy to receive/maintain a financial product that does not meet all of the aforementioned conditions, the bank shall be authorized not to accept the insurance policy.