



TRAVEL SHIELD INSURANCE POLICY

Prudential Guarantee and Assurance, Inc.
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In consideration of the statements in the Policy application or other acceptable means of enrollment, which shall be the basis of this contract and whose original copy or proof is filed with PRUDENTIAL GUARANTEE AND ASSURANCE, INC. (hereinafter called "PGA" and "Prudential Guarantee") and made a part of this Policy, the payment of premium in advance and subject to all the exclusions, provisions and other terms of this Policy, Prudential Guarantee hereby insures the persons named (hereinafter called the "Insured") against loss indicated as covered in the Schedule of Benefits occurring during the term of this Policy.

IN WITNESS WHEREOF, Prudential Guarantee has caused this Policy to be executed and commenced on the Effective Date stated in the Policy Schedule, provided that no Insurance shall be in force unless the Policy Schedule or Travel Itinerary Page is signed by an authorized representative of the Company.

DEFINITIONS

1. **"Accident"** as referred to in the definition of Bodily Injury, means a sudden, unforeseen and fortuitous event.
2. **"Accidental Death"** means death occurring as a result of an injury.
3. **"Annual Policy"** means a policy issued for the selected plan where the Insured(s) can make an unlimited number of Trip's to the selected destination of travel during the Period of Insurance.
4. **"Application"** means the application for this Policy which forms an integral part hereof.
5. **"Authorized Company"** means the medical assistance company appointed from time to time by Prudential Guarantee and stated in the assistance card issued by Prudential Guarantee prior to each Trip.
6. **"Benefit Amount"** means the respective Benefit Amount, as stated in the Policy Schedule, payable by Prudential Guarantee under the terms and conditions of this Policy in respect of each event or loss covered by this Policy.
7. **"Bodily Injury or Injury"** means Accidental Bodily Injury occurring while this Policy is in force, resulting solely, directly and independently of all other causes from an Accident caused by external, violent and visible means.
8. **"Common Carrier"** means any bus, coach, ferry, ship, taxi, train, tram or train provided and operated by a carrier duly licensed for the regular transportation of fare-paying passengers; any helicopter provided and operated by an airline which is duly licensed for the regular transportation of fare-paying passengers provided that such helicopter is operating only between established commercial airports and/or licensed commercial heliports; and any fixed-wing aircraft provided and operated by an airline company which is duly licensed for the regular transportation of fare-paying passengers.
9. **"Confined" or "Confinement"** means confinement for a continuous uninterrupted period in a Hospital as a Resident In-patient upon the advice of and under the regular care and attendance of a Physician.
10. **"Date of Endorsement"** means the day, month and year stated on any subsequent endorsement that is issued by Prudential Guarantee to be the effective date of any amendment or endorsement to the terms and conditions of this Policy.
11. **"Dependent Children"** means the Insured's unmarried dependent children, including stepchildren or legally adopted children, who are aged two-weeks old to eighteen (18) years old or, who are over eighteen (18) years old to twenty-one (21) years old in case they are full-time students at an accredited institution of higher learning and are primarily dependent upon the Insured for maintenance and support.
12. **"Domestic Trip"** means a trip within the territorial limits of the Republic of the Philippines, which is undertaken by the Insured and which destination is beyond one hundred fifty (150) kilometers from the limits of his normal place of residence or place of business wherever the trip commenced when traveling by land or sea, or which shall require at least one round trip air travel to and from the planned domestic destination.
13. **"Effective Date"** means the date on which insurance under this Policy commences as stated in the Policy Schedule.
14. **"Eligibility"** means to be eligible for cover under this Policy, the Insured must be a resident of the Republic of the Philippines, at least two-weeks old but not more than seventy-five (75) years old on the Effective Date of Insurance.

Subject to the Insured being covered, there shall also be eligible for cover his:
 1. Legal Spouse who is a resident of the Republic of the Philippines, at least eighteen (18) years of age and not more than seventy-five (75) years of age on the Effective Date of Insurance
 2. Dependent Children who are residents of the Republic of the Philippines.
15. **"Expiry Date"** means the date on which insurance under this Policy expires or ends as stated in the Policy Schedule.
16. **"Family Policy"** means a policy covering the Insured and his Spouse and a maximum of four (4) Dependent Children who will receive one hundred percent (100%) of the Benefit Amounts as stated in the Policy Schedule, except in Personal Accident Benefit where each Dependent Child will receive twenty five percent (25%) of the Personal Accident Benefit. A Family Policy is classified as "Individual" when Principal Insured, Spouse, and Dependent Children are traveling all together and is issued a one master policy as seen in the policy schedule.
17. **"Skyjacking"** means any seizure or exercise of control by force or violence or threat of force or violence, and with wrongful intent, of an aircraft.
18. **"Hospital"** means a legally constituted establishment operated pursuant to the laws of the country in which it is based, which holds a license as a hospital and meets the following requirements:

- (i) Operates primarily for the reception, care and medicare and treatment of sick, ailing or injured persons as in-patients;
 - (ii) provides full-time nursing service by and under the supervision of a staff nurses;
 - (iii) has a staff of one or more Physicians available at all times;
 - (iv) maintains organized facilities for the medical diagnosis and treatment of such persons, and provides (where appropriate) facilities for major surgery within the confines of the establishment or in facilities controlled by the established; and
 - (v) is not primarily a clinic, nursing, rest or convalescent home or similar establishment and is other than a place for alcoholics or drug addicts.
 - (vi) and hospital shall not include the following :
 - (1) a mental institution; an institution confined primarily to the treatment of psychiatric disease including sub normal; the psychiatric department of a hospital.
 - (2) a place for the aged; a rest home; a place for drug addicts or alcoholics.
 - (3) a health hydro or nature cure clinic; special unit of a hospital used primarily as a place for drug addicts or alcoholics, or nursing, convalescent, rehabilitation, extended-care facility or rest home.
19. **"Immediate Family Member"** means the Spouse, parent, parent-in-law, step-parent, child, brother, sister, brother-in-law, sister-in-law, daughter-in-law, son-in-law, half brother, half sister, niece, nephew, uncle, aunt, stepchild, grandparent or grandchild provided such person is at the relevant time not more than seventy five (75) years of age.
20. **"Insured"** means such person or persons who come within the description of Insured contained in the Policy Schedule.
21. **"International Trip"** means a trip outside the territorial limits of the Republic of the Philippines, which is undertaken by the Insured.
22. **"Itinerary Page"** means the document issued by an authorized representative which contains the passenger, flight and insurance details.
23. **"Limb"** includes a hand or foot.
24. **"Loss"** means, with respect to hands and feet, actual severance through or above wrist or ankle joints; with respect to eyes, entire and irrecoverable loss of sight; with respect to thumb and index finger, actual severance through or above metacarpophalangeal joints, and in each case caused by an Accidental Injury. This term shall not include loss of use of a part of the body.
25. **"Loss of Hearing"** means permanent irrecoverable and complete loss of hearing.
26. **"Loss of Sight"** means the total and irrecoverable loss of all sight of an eye which is beyond remedy by surgical or other treatment.
27. **"Loss of Speech"** means the disability in articulating any three of the four sounds which contributes to speech such as the Labial sounds, the Alveololabial sounds, the Palatal sounds and the Velar sounds or the total loss of vocal cord or damage of speech center in the brain resulting in Aphasia.
28. **"Loss of Use"** means, with respect to a part of the body, the complete inability of the part of the body to function as a result of an Injury sustained on that part.
29. **"Medical Necessary Expenses"** means expenses sustained by Injury or Sickness incurred by the Insured from a legally qualified medical practitioner, physician, surgeon, nurse, hospital and/or ambulance service for medical, surgical, x-ray, hospital or nursing treatment including the cost of medical supplies and ambulance hire.
30. **"Overseas"** means anywhere outside the Republic of the Philippines.
31. **"Period of Insurance"** means the period of individual insurance coverage of the Insured as stated in the Policy.
32. **"Permanent Loss"** means:
 - (1) Physical severance or total loss of the use of a Limb having lasted twelve (12) consecutive months and at the expiry of that period is beyond hope of improvement;
 - (2) Irrecoverable loss of all sight in an eye;
 - (3) Entire and irrecoverable loss of hearing;
 - (4) Entire and irrecoverable Loss of the ability to speak; and in each case caused by an Accidental Injury.
33. **"Permanent Total Disability"** means disablement, which having lasted for at least twelve (12) consecutive months, will, in all probability, entirely prevent the Insured from engaging in gainful employment of any and every kind for the remainder of his life.
34. **"Physician"** means a physician or surgeon duly licensed and practicing within the scope of their license pursuant to the laws of the Republic of the Philippines and shall not include the Insured or his Spouse or any of his Immediate Family Members unless approved by Prudential Guarantee.
35. **"Insured"** means the policy owner of this Policy.
36. **"Policy"** means this document, the Application and the Policy Schedule describing the insurance contract between the Insured and Prudential Guarantee. It shall also include, after this Policy has taken effect, any amendment, rider, clause, warranty, endorsement or any other document attached to this Policy and which has been endorsed by an authorized executive officer of Prudential Guarantee and countersigned by the Insured.
37. **"Policy Schedule"** means the schedule attached to this Policy.
38. **"Pre-Existing Condition"** means condition for which an Insured has been diagnosed, received medical advice, consultation, treatment or prescribed drugs by currently a licensed Physician or surgeon within a twelve (12)-month period prior to the Effective Date of such Insured's Policy. **"Condition"** as used herein means any specific injury, disease or infirmity requiring medical treatment, advice or medication, including all underlying or related conditions.

39. **"Resident In-patient"** means an Insured whose Confinement is as a resident bed patient and whose Confinement is covered by this Policy and not merely for any form of nursing, convalescence, rehabilitation, rest or extended-care.
40. **"Schedule Departure Date"** means the date on which the Insured is scheduled to depart as set out in his travel ticket.
41. **"Schedule of Benefits"** means the table of benefits, which is incorporated in and forms part of this Policy.
42. **"Serious Injury or Serious Sickness"** means Injury or Sickness that causes Permanent Total Disability of Insured, which is certified as such by the attending Physician. It does not include a terminal condition diagnosed prior to the commencement date of the Trip.
43. **"Sickness"** means any illness or disease of the Insured occurring during a Trip but does not include a terminal condition of the Insured diagnosed prior to the commencement date of the Trip, or any chronic or other medical condition (other than mild and controlled asthma or hypertension) for which the person on whom the claim depends:
- (a) has received daily medical treatment or medication in the thirty (30) days immediately prior to commencement date of the trip; or
 - (b) has been hospitalized or has undergone surgery (or was on a waiting list for hospitalization or surgery) in the six (6) months immediately prior to the commencement date of the trip.
44. **"Single Trip Policy"** means a policy issued for the selected plan where the Insured(s) can only make a single Trip to the selected destination of travel during the Period of Insurance.
45. **"Spouse"** means the legally married spouse of the Insured.
46. **"Strike"** means organized industrial action or any temporary stoppage of work by the concerted action of the Common Carrier's employees or airport's employees as a result of an industrial or labor dispute.
47. **"Trip"** means any trip made by the Insured which commences two (2) hours before the Insured's scheduled departure time and ceases two (2) hours after scheduled time of arrival, on the date stated in the Policy Schedule or any subsequent endorsements issued by Prudential Guarantee to amend the travel dates as requested by the Insured or Insured.
48. **"Unforeseen Circumstances"** means adverse weather conditions, flood and typhoon, mechanical breakdown or derangement of the aircraft, the Insured is denied boarding due to over-booking of the scheduled flight, or the inability to travel back to country of residence due to Sickness or Bodily Injury sustained by the Insured during the Trip.

EFFECTIVE AND TERMINATION DATES OF INSURANCE

All benefits, except Trip Cancellation, commence two (2) hours before the Insured's scheduled departure time and cease two (2) hours after scheduled time of arrival, on the date stated in the Policy Schedule any

subsequent endorsements issued by Prudential Guarantee to amend the travel dates as requested by the Insured.

For Trip Cancellation, the benefit takes effect upon acceptance and approval of the application or enrollment and receipt of premium payment.

LIMITS OF COVERAGE:

1. The conditions to cover Annual and Single Trip Policies shall be as follows (and if not met shall result in the Insured, Insured Spouse and Insured Dependent Children not being covered for the Trip in question):

(i) For both Annual Policies and Single Trip Policies, Dependent Children shall only be covered if he or she is accompanied by the Insured or the Spouse or immediate family member/s who reside in the Insured Person's principal country of residence during the Trip.

(ii) For Annual Policies, the Spouse shall be covered for any Trip made independently of the Insured. For Single Trip Policies, the Insured Spouse shall only be covered for a Trip if the Insured is also making a Trip to the same destination (whether or not they travel together) within the Period of Insurance.

For the avoidance of doubt, if by operation of this clause, the Insured Spouse and/or Insured Dependent Children are not covered for the Trip in question, there shall be no refund or reduction of premium.

2. Any cover under this Policy in respect of an Insured shall terminate on the earliest of the following events:

(i) Upon the expiry of any Period of Insurance during which the Insured ceases to satisfy any of the eligibility requirements set out herein;

(ii) Upon the death of the Insured.

3. Termination of cover under this Policy in respect of the Insured shall terminate cover for all other Insureds.

4. Unless otherwise provided in an appropriate endorsement, the Insured shall only be covered:

(i) If this Policy is an Annual Policy: for the first forty five (45) consecutive days of any Trip, and Prudential Guarantee shall not be liable in respect of any loss occurring after 12.01 a.m. on the forty-sixth (46th) day after commencement of any Trip.

(ii) If this Policy is a Single Trip Policy: for the first one hundred eighty (180) consecutive days of any Trip, and Prudential Guarantee shall not be liable in respect of any loss occurring after 12.01 a.m. on the one hundred eighty first (181st) day after the commencement of any Trip.

DESCRIPTION OF BENEFITS

SECTION 1: MEDICAL NECESSARY EXPENSES BENEFIT

Prudential Guarantee shall pay directly to the Authorized Company, or its authorized representative, the expenses for medical attention and treatment which the Insured incurred while on a Trip, up to the Benefit Amount stated in the Policy Schedule for Injury or Sickness suffered by the Insured solely and independently of any other causes. Prudential Guarantee shall also pay

directly to the Authorized Company, or its authorized representative, the medical attention and treatment which the Insured incurred upon return from the Trip provided that the Insured is confined to a Hospital directly as a result of Injury or Sickness suffered on a Trip. Initial treatment for such Injury or Sickness must be received during the Trip and all Medical Necessary Expenses must be incurred within thirty (30) days from the date the Insured returns to his residence. Admission to a Hospital must be within twelve (12) hours after arrival from a Trip and must be a continuation of medical attention sought while on a Trip. In no event shall the total amount payable under this Section exceed one hundred percent (100%) of the Benefit Amount stated in the Policy Schedule.

SECTION 2 : EMERGENCY AND ACCIDENTAL DENTAL EXPENSES

The Company will meet the cost for strictly necessary emergency dental treatment of natural teeth only for the immediate relief of pain and not occasioned by the previous deteriorated state of the teeth, gums or jaws up to the limit provided at the Specific or Special Conditions of the Policy.

In case of dental treatment of natural teeth necessary solely as a result of an accident which also caused bodily injury necessitating medical treatment and not occasioned by the previous deteriorated state of the teeth, gums or jaws, the Company will meet the cost up to the limit provided at the Specific or Special Conditions of the Policy.

Crowned teeth, crowns, bridges, dentures etc. are not to be understood as natural teeth.

SECTION 3: EMERGENCY MEDICAL EVACUATION AND REPATRIATION BENEFITS

Emergency Medical Evacuation

If, during the Period of Insurance, whilst the Insured is on a Trip and as a result of Bodily Injury or Sickness and if in the opinion of the Authorized Company, or its authorized representative, it is judged medically appropriate to move the Insured to another location for medical treatment, or to return the Insured to his place of residence, the Authorized Company, or its authorized representative, shall arrange for evacuation utilizing the means best suited to do so based on the medical severity of the Insured's condition. Prudential Guarantee shall pay directly to the Authorized Company, or its authorized representative, the covered expenses for such evacuation up to the Benefit Amount as stated in the Policy Schedule. The means of evacuation arranged by the Authorized Company, or its authorized representative, may include air ambulance, surface ambulance, regular air transportation, railroad or any other appropriate means. All decisions as to the means of transportation and the final destination will be made by the Authorized Company or its authorized representative, and will be based solely upon medical necessity.

Repatriation of Mortal Remains

If, during the Period of Insurance, whilst the Insured is on a Trip and as a result of Bodily Injury or Sickness, the Insured dies within thirty (30) days from the date of the Bodily Injury or commencement of Sickness, the Authorized Company, or its authorized representative, shall make the necessary arrangements for the return of the Insured's mortal remains to his place of residence. Prudential Guarantee shall pay directly to the Authorized Company, or its authorized representative, the covered

expenses for such repatriation up to the Benefit Amount as stated in the Policy Schedule.

SECTION 4: DAILY HOSPITAL CONFINEMENT ALLOWANCE

If, during the Period of Insurance, whilst the Insured is on a Trip, the Insured is necessarily Confined in a Hospital as a result of Bodily Injury or Sickness, Prudential Guarantee will pay the Insured the relevant Benefit Amount as stated in the Policy Schedule subject to the terms and conditions of this Policy. The Hospital Confinement Daily Cash Benefit shall be paid for each complete day (24 hours) of Confinement from the first day of Confinement and for a period of not exceeding twenty (20) days for all such Confinement consequent upon Bodily Injury resulting from any one Accident or series of Accidents occurring in connection with or arising out of one event or Sickness and provided that this benefit shall be payable only if the following conditions are met:

- (i) Confinement must occur within thirty (30) days of the accident causing the relevant Bodily Injury; and
- (ii) Confinement must be considered medically necessary by a Physician in his professional capacity.

SECTION 5: COMPASSIONATE VISIT BENEFIT

If, during the Period of Insurance, whilst the Insured is on a Trip, the Insured is confined in a Hospital domestic or Overseas for more than five (5) consecutive days and his medical condition forbids evacuation and no adult member of the Insured's family is with him, Prudential Guarantee will indemnify the Insured for hotel accommodation and travel (economy return air travel) expenses necessarily incurred for one (1) Immediate Family Member or friend who on written advice of a Physician, is required to visit and stay with the Insured until the Insured is medically fit to be discharged, up to the relevant Benefit Amount as stated in the Policy Schedule subject to the terms and conditions of this Policy.

SECTION 6: RETURN OF MINOR CHILDREN BENEFIT

If, during the Period of Insurance, whilst the Insured is on a Trip, the Insured or Spouse is Confined in a Hospital Overseas and there is no other adult to accompany the Insured's minor Dependent Children home, Prudential Guarantee will indemnify the Insured for hotel accommodation and travel (economy air travel) expenses necessarily incurred for one (1) Immediate Family Member or a next of kin residing in the Philippines to accompany the Insured's minor Dependent Children back to Philippines, up to the relevant Benefit Amount as stated in the Policy Schedule subject to the terms and conditions of this Policy.

SECTION 7: PERSONAL ACCIDENT BENEFIT

If, during the Period of Insurance, whilst the Insured is on a Trip and as a result of an Accident, the Insured sustains Injury and it causes Accidental Death or Permanent Total Disability within one hundred eighty (180) days from the date of the Accident, or causes the Insured to receive continuous medical treatment as a Resident In-patient in a Hospital and loss of life occurs later because of such Injury, Prudential Guarantee will pay compensation in

accordance with the Benefit Amount as stated in the Policy Schedule, subject to the limits provided in the table below:

Loss Covered Percentage of the Benefit Amount Payable

Accidental Death	100%
Permanent Total Disability	100%
Permanent Loss of speech and hearing	100%
Loss of sight in both eyes	100%
Loss of or Loss of Use of two Limbs	100%
Loss of or Loss of Use of one Limb	60%
Loss of sight in one eye	60%
Permanent Loss of lens of one eye	60%
Permanent Loss of speech	50%
Permanent Loss of hearing in :	
(i) both ears	50%
(ii) one ear	15%

The occurrence of any specific Loss for which indemnity is payable under this Section to an Insured shall at once terminate this Policy for such Insured, but such termination shall be without prejudice to any other claim originating from the Accident causing such Loss. In case indemnity for more than one Loss is payable under this Section, only the Loss entitled to the greatest amount under this Section shall be paid.

SECTION 8: ACCIDENT BURIAL BENEFIT

Prudential Guarantee will reimburse the cost of burial expenses to be incurred, if the Insured dies due to Accident during the Period of Insurance. The Benefit Amount payable is up to the limit as stated in the Policy Schedule.

ADDITIONAL EXCLUSIONS APPLICABLE TO:

Medical Necessary Expenses Benefit (Section 1)

Emergency Medical Evacuation and Repatriation (Section 2)

Daily Hospital Confinement Cash Benefit (Section 3)

Compassionate Visit Benefit (Section 4)

Return of Minor Children Benefit (Section 5)

Personal Accident Benefit (Section 6)

Accident Burial Benefit (Section 7)

Sections 1-7 of this Policy do not cover Loss or Injury, and Prudential Guarantee will not in any event be liable in respect of any claim under Sections 1-7, occurring, caused by, resulting from or contributed to by the following:

1. While the Insured is riding or traveling on a motorcycle;
2. Any claims involving participation by the Insured or the Insured traveling companion in hunting, racing (other than on foot), polo playing, hang gliding, bungee jumping, sports in a professional capacity, mountaineering or rock climbing using ropes or guides, scuba diving unless the Insured hold an Open Water Diving Certificate or are diving with a qualified diving instructor, abseiling ballooning, parachuting, paragliding or gliding. (unless with additional premium and with Prudential Guarantee's prior written approval) ;

3. Miscarriage, pregnancy or any of its complications, abortion;
4. Suicide or attempted suicide or intentional self-inflicted injury;
5. The Insured not taking all reasonable efforts to safeguard his property or to avoid any Injury or minimize any claim under this Policy;
6. While the Insured is taking part in a brawl or taking part in inciting a brawl;
7. From the absorption by the Insured of any drugs, medications or treatments not prescribed by a Physician;
8. Any medical treatment received during the Trip which was made for the purpose of receiving medical treatment or if the Trip was undertaken while the Insured was unfit to travel;
9. Experimental or investigative procedures;
10. Action of the Insured while under the influence of alcohol, addictive drugs, narcotic drugs to the extent of being unable to control one's mind. The term "under the influence of alcohol" means that the Insured's blood/alcohol level was equal to or superior to that fixed by the law/s regulating the use of automobile, based on the results of a blood test.
11. Any Pre-Existing Conditions;
12. AIDS or any injury or sickness commencing in the presence of a zero-positive test for HIV, and HIV-related disease;
13. Mental and nervous disorders, including but not limited to insanity;
14. Venereal disease;
15. Cosmetic surgery, apart from reconstructive surgery required by a covered Accident;
16. Any treatment or surgical operation for congenital deformities and circumcision;
17. Treatment arising from any geriatric, psycho-geriatric or psychiatric condition, stress, anxiety and depression, psychoanalytic treatment, stays in rest homes, physiotherapy and detoxification, care provided by a chiropractor or osteopath;
18. Vaccinations and their complications;
19. Ophthalmological care, eyeglasses, contact lenses, hearing aids, dental care (unless such treatment is necessarily incurred to sound and natural teeth) and dentures, unless they are the direct consequence of a covered Accident;
20. Treatment for obesity, weight reduction or weight improvement;
21. Any expenses incurred for transportation, accommodation or services provided by another party for which the Insured is not liable to pay, or any expenses already included in the cost of a scheduled Trip; or
22. Any expenses for a service not approved and arranged by the Authorized Company, or its authorized representative, except that Prudential Guarantee reserves the right to waive this exclusion in the event the Insured or his traveling companions cannot for reasons beyond their control notify the Authorized Company, or its authorized representative, during an emergency medical situation. In any event, Prudential Guarantee reserves the right to reimburse the Insured only for those expenses incurred for services which the Authorized Company, or its authorized representative, would have provided under the same circumstances and up to the limits indicated in the Policy Schedule.

SECTION 9: TRIP CANCELLATION BENEFIT

Prudential Guarantee will pay the Trip Cancellation Benefit if a Trip is canceled due to Bodily Injury, Serious Sickness or Accidental Death of the Insured or of an Immediate Family Member before the scheduled departure date equivalent to the forfeited/non-refundable payments or deposits made by the Insured up to the Benefit Amount as stated in the Policy Schedule.

SECTION 10: TRIP TERMINATION BENEFIT

Prudential Guarantee will pay the Trip Termination Benefit if a Trip is interrupted (a) due to Bodily Injury or Serious Injury or Sickness of the Insured or (b) due to Bodily Injury, Serious Injury or Sickness or Accidental Death of an Immediate Family Member, causing the Insured to return directly to his place of residence.

In either case, Prudential Guarantee will pay for:

- (1) the forfeited/non-refundable payments or deposits made by the Insured up to the Benefit Amount stated in the Policy Schedule; or
- (2) additional transportation and accommodation expenses incurred by the Insured from the place that the Insured left the Trip to the place that the Insured may rejoin the Trip up to the Benefit Amount stated in the Policy Schedule.

However, the benefits payable under (2) above will not exceed the cost of an economy airfare ticket (or first class airfare ticket, if the Insured's original tickets were first class) by the most direct route, less any refund or settled claims.

ADDITIONAL EXCLUSIONS APPLICABLE TO:

Trip Cancellation Benefit (Section 9)

Trip Curtailment Benefit (Section 10)

Sections 9 and 10 of this Policy do not cover Loss or Injury, and Prudential Guarantee will not in any event be liable in respect of any claim under Sections 9 or 10, occurring, caused by, resulting from or contributed to by the following:

1. Pregnancy and its complications;
2. Pre-Existing Conditions;
3. Illnesses or disorders of a psychological nature, nervous depression, mental illness, sexually-transmitted disease, AIDS, HIV infections and AIDS-related infections;
4. Suicide, attempted suicide or intentionally self-inflicted injury;
5. Failure to obtain required vaccinations before departure;
6. Travel arrangements interrupted by an airline, cruise line or tour operator, or an organized labor strike that affects public transportation;
7. Changes in plans by the Insured or an Immediate Family Member for any reason;
8. Financial circumstances of the Insured or an Immediate Family Member;
9. Any business or contractual obligations of the Insured or an Immediate Family Member;
10. Default by the person, agency or tour operator from whom the Insured bought his coverage or purchased his travel arrangements;
11. Any government regulations or prohibitions;
12. Loss or expense incurred as the result of Bodily Injury or Sickness of an Insured or an Immediate Family Member which manifests itself during the sixty (60) days immediately preceding the Period of Insurance. A Sickness has manifested itself when:
 - (a) medical care or treatment has been given; or
 - (b) there exists symptoms which would cause a reasonably prudent person to seek diagnostic care or treatment;

13. Prudential Guarantee will not pay for any loss caused directly or indirectly by government regulations or control, bankruptcy, liquidation or default of travel agencies, or common carrier-caused cancellation or interruption; or

14. Prudential Guarantee will not pay for any loss that is covered by any other existing insurance, government program or which will be paid or refunded by a hotel, travel agent or any other provider of travel and/or accommodation.

SECTION 11: FLIGHT DELAY BENEFIT

In the event that the departure of the Common Carrier in which the Insured had arranged to travel is delayed for at least six (6) consecutive hours for Domestic Trip and for at least twelve (12) consecutive hours for International Trip, from the time specified in the itinerary supplied to the Insured due to inclement weather, equipment failure or Strike or other job action by the employees of the Common Carrier, Prudential Guarantee will pay the Insured for each full applicable hours of delay the Travel Delay Benefit Amount as stated in the Policy Schedule.

SECTION 12: AIRCRAFT SKYJACKING BENEFIT

If during a Trip and on an aircraft the Insured is prevented from reaching his scheduled destination as a result of aircraft Skyjacking, that lasts for a period of at least six (6) consecutive hours for Domestic Trip and for at least twelve (12) consecutive hours for International Trip, Prudential Guarantee will pay the Insured the Aircraft Skyjacking Benefit Amount as stated in the Policy Schedule for every six (6)-hour period or twelve (12)-hour period, as the case may be, that the Hijacking continues.

SECTION 13: FLIGHT MISCONNECTION BENEFIT

In the event the Insured misses his confirmed onward connecting scheduled flight whilst Overseas at the transfer point due to the late arrival of the Insured's incoming confirmed connecting scheduled flight and no alternative onward transportation is made available to the Insured within twelve (12) consecutive hours after the actual arrival time of his incoming flight, Prudential Guarantee will pay the Insured for each consecutive twelve (12)-hour delay the Benefit Amount as stated in the Policy Schedule.

SECTION 14: LOSS OR DAMAGE OF BAGGAGE AND PERSONAL EFFECTS BENEFIT

Prudential Guarantee will pay for all direct loss or damage to the Insured's baggage and personal effects within the baggage, up to the Loss or Damage of Baggage and Personal Effects Benefit Amount as stated in the Policy Schedule, during the Trip, subject to the following conditions:

1. the baggage or personal effects must be in the possession of the hotel staff or the Common Carrier and proof of such loss must be obtained in writing from the hotel management or the Common Carrier management and such proof must be provided to Prudential Guarantee, or
2. if loss or damage is the result of the forceful taking of the baggage or personal effects by way of violent means or the threat of violence, such loss must be reported to the police having jurisdiction at the place of the

loss no more than twenty-four (24) hours from the incident. Any claim must be accompanied by written documentation from such police.

Prudential Guarantee will pay for loss or damage to the Insured, as follows:

1. The amount payable in respect of any one item shall not exceed the Loss or Damage of Baggage and Personal Effects Benefit Amount as stated in the Policy Schedule, subject to a maximum amount per item as stated in the Policy Schedule.
2. Prudential Guarantee may make payment or at its own option reinstate or repair as it may select in respect of articles not older than one (1) year.
3. Prudential Guarantee may make payment or at its own option reinstate or repair subject due to allowance of wear and tear and depreciation in respect of articles of more than (1) year.

The Insured cannot claim under both Loss or Damage of Baggage and Personal Effects Benefit and Baggage Delay Benefit for any one (1) Trip.

SECTION 15: LOSS OF PERSONAL MONEY BENEFIT

Should the Insured whilst Overseas suffer or experience a loss of cash or banknotes in his possession, Prudential Guarantee shall pay up to the Benefit Amount as stated in the Policy Schedule to compensate for actual loss provided such loss is reported to the police having jurisdiction at the place of the loss no more than twenty-four (24) hours after the incident, and provided always that Prudential Guarantee shall not be liable for the first Philippine Peso One Thousand Only (Php 1,000.00) of cash or banknote which is lost by the Insured. Any claim must be accompanied by written documentation from the police. The Insured must take every possible safeguard to ensure the security of his cash or banknote.

ADDITIONAL EXCLUSIONS APPLICABLE TO:

Loss or Damage of Baggage and Personal Effects(Section 14)
Loss of Personal Money Benefit (Section 15)

The following classes of property are excluded from coverage, and Prudential Guarantee will not in any event be liable in respect of any claim under Sections 14-15 relating to the following classes of property:

- a. Animals;
- b. Motor vehicles (including accessories), motorcycles, boats, motors, any other conveyances;
- c. Snow skis, bicycles, sailboards, golf clubs, tennis rackets and other sporting equipment except while checked in as baggage with a registered Common Carrier;
- d. Household effects, keys, antiques, arts, collectors' items, jewelry, musical instruments, equipment for professional use;
- e. Computes (including data recorded on tapes, cards, disks or otherwise, software and accessories);
- f. Eyeglasses, contact or corneal lenses, hearing aids, prosthetic, limbs, wheelchair, artificial teeth or dental bridges;
- g. Documents, identity papers, credit and payment cards, transport tickets, stocks and securities;
- h. Perishables and consumables;
- i. Baggage sent in advance or souvenirs and articles mailed or shipped separately;
- j. Hired or leased equipment; or

- k. Business goods or samples.

Section 15 of this Policy does not cover, and Prudential Guarantee will not in any event be liable in respect of any claim under Section 15 relating to:

1. Loss not reported to proper police authorities;
2. Loss or damage caused by wear and tear, gradual deterioration, moths and other insects, vermin, inherent vice or damage sustained due to any process while actually being worked upon and resulting therefrom;
3. Loss of or damage to property resulting directly or indirectly from seizure or destruction under quarantine or customs regulations, confiscation or expropriation by order of any government or public authority or risk of contraband or illegal transportation of trade;
4. Loss of or damage to property insured under any other insurance policy or or reimbursed by Common Carrier or hotel management.
5. Loss to Insured's baggage left unattended in any vehicle or public place or as a result of the Insured's failure to take care and precautions for the safeguard and security of such property;
6. Loss of or damage to property insured while the Insured is suffering from mental and nervous disorders, including but not limited to insanity;
7. The Insured not taking all reasonable efforts to safeguard his property or to avoid or minimize any claim under this Policy;
8. Mysterious disappearance;
9. Breakage of brittle or fragile articles, cameras, cellular phones, computers (including software and accessories), musical instruments, radio, compact disc players and similar property.

SECTION 16: LOSS OF TRAVEL DOCUMENTS BENEFIT

Prudential Guarantee will reimburse the Insured up to the Benefit Amount as stated in the Policy Schedule in respect of additional hotel, travel and communications expenses necessarily incurred in the country or countries visited in obtaining the replacement of a lost passport or visa, provided always that the Insured shall exercise reasonable care for the safety and supervision of the documents and that any loss of passport must be reported to the police within twenty-four (24) hours of the discovery of the loss.

SECTION 17: BAGGAGE DELAY BENEFIT

Prudential Guarantee will reimburse the Insured, as follows:

1. Up to the Baggage Delay Benefit Amount as stated in the Policy Schedule for the emergency purchase of essential clothing and toiletries if the check-in baggage accompanying the Insured has been delayed, misdirected or temporarily misplaced by the Common Carrier after six (6) hours of the Insured's arrival at the point of the scheduled destination.
2. After twenty-four (24) hours of arrival, up to an additional Baggage Delay Benefit Amount as stated in the Policy Schedule for additional emergency purchases of essential clothing and toiletries if the same baggage is still not in the physical possession of the Insured.
3. After forty-eight (48) hours of arrival, up to an additional Baggage Delay Benefit Amount as stated in the Policy Schedule for the same purpose if the same baggage is still not in the physical possession of the Insured. The total liability of Prudential Guarantee in aggregate shall not exceed the Baggage Delay Benefit Amount as stated in the Policy Schedule. The

Insured cannot claim under both Loss or Damage of Baggage and Personal Effects Benefit and Baggage Delay Benefit for any one Trip.

**ADDITIONAL EXCLUSIONS APPLICABLE TO:
Baggage Delay Benefit (Section 17)**

Section 17 of this Policy does not cover, and Prudential Guarantee will not in any event be liable in respect of any claim under Section 16 relating to:

1. Delay not reported to a competent person of the Common Carrier as soon as the Insured knows the baggage is late or lost;
2. For any clothing or toiletries purchased more than four (4) days after the actual time of arrival at the point of destination;
3. When the baggage delay occurs on the journey back to the Insured's normal domicile; or
4. For purchases made after delivery of Insured's baggage by the Common Carrier.

SECTION 18: PERSONAL LIABILITY BENEFIT

Prudential Guarantee shall indemnify the Insured for legal liability to a third party as a result of:

1. Death or an Accidental Bodily Injury to any person;
2. Accident loss of or Property Damage of that person, up to the maximum benefit amount, which shall be the aggregate limit for all losses incurred during the Policy period. Included within this same limit are all costs and expenses incurred with the written consent of Prudential Guarantee in connection with the defense of claims against the Insured which may be the subject of any indemnity under this section.

"Property Damage" refers to any physical damage to, destruction of, or loss of use of, tangible property.

**ADDITIONAL EXCLUSIONS APPLICABLE TO:
Personal Liability Benefit (Section 18)**

1. Bodily Injury and Property Damage to any Insured;
2. Property owned by the Insured or property in care, custody or control by the Insured;
3. Damage relating to any liability assumed under contract;
4. Damage relating to the willful, malicious or unlawful act or omission on the part of the Insured;
5. The ownership, possession or use of any vehicles, aircraft, watercraft, firearms or animals, or arising from the negligent supervision and vicarious liability for the acts of a minor in connection with the above;
6. Past or present business, trade or professional activities, including the rendering of or failure to render business, trade or professional activities;
7. Any criminal proceedings whether actually convicted or not;
8. The transmission of communicable disease by an Insured;
9. The possession or use of any controlled substances/drugs unless prescribed by a licensed Physician;
10. Sexual molestation, corporal punishment or physical or mental abuse;

11. Pollution which includes the alleged or potential introduction of substances causing the impurities or harmful effects to the environment. Prudential Guarantee shall have no duty to defend any suit in connection with such pollution; and judgments which are not in the first instance delivered by or obtained from a court of competent jurisdiction within the Republic of the Philippines;
12. Loss or damage to Property Insured while the Insured is suffering from mental and nervous disorders, including but not limited to insanity.

SECTION 19: AUTOMATIC EXTENSION BENEFIT

In the event that the Insured's return Trip is delayed due to Unforeseen Circumstances beyond the Insured's control, Prudential Guarantee will extend the Period of Insurance of his Trip, without charge, for up to the number of day/s as stated in the Policy Schedule.

EXCLUSIONS APPLICABLE TO ALL SECTIONS

This Policy does not cover loss, injuries or damage caused by or resulting from or contributed to by the following:

1. War (whether declared or not), invasion, act of foreign enemies, civil war, revolution, insurrection, civil commotion, popular rising against the government, riot, strike;
2. Nuclear weapons, radiation or radioactivity from any nuclear fuel or nuclear refuse arising from the combustion of nuclear fuel and any process of self-sustaining nuclear fission/ fusion;
3. Any illegal, criminal or unlawful act by the Insured or confiscation, detention, destruction by customs or other authorities;
4. Any prohibition or regulations by any government;
5. Any breach of government regulation or any failure by the Insured to take reasonable precautions to avoid a claim under this Policy following the warning of any intended strike, riot or civil commotion through or by general mass media;
6. The Insured engaging in naval, military or air force service or operations or testing of any kind of conveyance or being employed as a manual worker or whilst engaging in offshore mining or aerial photography or handling of explosive or hitchhiking or backpacking.

OPTIONAL BENEFITS

The Benefits under Optional Benefits will only be payable if shown in the Policy Schedule and the premiums therefor are paid in accordance with the said Policy Schedule.

A) RENTAL VEHICLE EXCESS BENEFIT

If, during the Period of Insurance, whilst the Insured is on a Trip, Prudential Guarantee will reimburse the Insured for any excess or deductible which becomes legally liable to pay in respect of loss or damage to the rental vehicle

caused by an Accident, up to the Benefit Amount as stated in the Policy Schedule subject to the terms and conditions of this Policy.

ADDITIONAL CONDITIONS

- (i) The rental vehicle must be rented from a licensed rental agency;
- (ii) As part of the hiring arrangement, the Insured must take up all comprehensive motor insurance against loss or damage to the rental vehicle during the rental period; and
- (iii) The Insured must comply with all requirements of the rental organization under the hiring agreement and of the insurer under such comprehensive motor insurance, as well as the laws, rules and regulations of the country.

ADDITIONAL EXCLUSIONS

Prudential Guarantee will not pay for:

- (I) Loss or damage arising from operation of the rental vehicle in violation of the terms of the rental agreement or loss or damage which occurs beyond the limits of any public roads or in the violation of laws, rules and regulations of the country.
- (ii) Loss or damage arising from wear and tear, gradual deterioration, damage from insects or vermin, inherent vice, latent defect or damage.

B) LEGAL FEES BENEFIT

If, during the Period of Insurance, whilst the Insured is on a Trip, Prudential Guarantee will pay legal fees an Insured incurs, as a result of false arrest or wrongful detention by any government up to the Benefit Amount as stated in the Policy Schedule.

C) SPORTS ACTIVITIES BENEFIT

Only the Benefits under Section 2 shall extend to cover the Insured whilst engaged in winter sports, scuba diving (with a licensed instructor), trekking and mountain climbing. Provided that the Prudential Guarantee shall not pay for the first Five Thousand Pesos (Php 5,000) [for Peso Policy] or the first One Hundred Dollars (US\$100.00) [for Dollar Policy] for each and every occurrence.

GENERAL PROVISIONS

- 1. The Insured must not make any offer or promise payment, admit his fault to any other party or become involved in any litigation without the Prudential Guarantee's written approval.
- 2. The Insured can only be covered under one such policy for the same Trip.
- 3. Enrollment for this Policy will be allowed using any of the enrollment method:
 - a. Submission of completed and signed application form transmitted by postal or messengerial delivery;
 - b. Submission of completed and signed application form transmitted by facsimile;
 - c. Submission of completed application form via electronic mail;
 - d. Verbal agreement and acceptance by the applicant confirmed via recorded telephone conversation with an authorized Telemarketer of Prudential Guarantee.
- 4. The following documents and / or information will form part of the entire contract of Insurance:

- a. Completed and signed application form transmitted by postal or messengerial delivery;
- b. Completed and signed application form transmitted by facsimile;
- c. Completed application form transmitted via electronic mail;
- d. Tape, computer disc or any other medium used for the storage of recorded telephone conversation.

GENERAL CONDITIONS UNDER THE POLICY

Premium Payment

This Policy shall not be valid and binding unless and until the premium stated herein is paid and Prudential Guarantee issues an official receipt duly signed by its official or authorized agent for the payment made by the Insured.

Grace Period

A grace period of thirty-one (31) days will be granted for the payment of each premium falling due after the first premium during which time this Policy shall continue in force, unless this Policy has been cancelled, terminated or has not been renewed in accordance with the provisions of this Policy. However, if loss occurs within the Grace Period for which Prudential Guarantee shall be obligated to pay benefits under this Policy, any premium then due and unpaid will be deducted in settlement.

Currency

All amounts shown in this Policy are in Philippine Pesos (Php), unless specified in the Policy Schedule. If expenses are incurred in a foreign currency, then the rate of currency exchange used to calculate the amount payable in Philippine Pesos (Php) will be the rate at the time the expense was incurred or the loss occurred.

Aggregate Limit of Liability

(This condition is only applicable to Section 7 of this Policy).

- 1. Except as stated below, the total liability of Prudential Guarantee for all claims arising under this Policy during any one (1) occurrence shall not exceed the amount shown in the Policy Schedule against Aggregate Limit of Liability (A).
- 2. Except as stated below, the total liability of Prudential Guarantee for all claims arising under this Policy during any one occurrence relating to any Common Carrier which is not dispatched or flown in accordance with fixed schedules over specific routes to and from fixed terminals (i.e. non-scheduled), shall not exceed the amount shown in the Policy Schedule against Aggregate Limit of Liability (B).
- 3. In the event that claims made under this Policy exceed the above Aggregate Limits of Liability, Prudential Guarantee shall reduce the payments made with respect to each Insured in such manner as Prudential Guarantee may determine. Any determination as to the amount payable in these circumstances shall be made at the entire discretion of Prudential Guarantee.

Assistance and Cooperation

The Insured shall cooperate with Prudential Guarantee and upon the latter's request, assist in making settlements, in the conduct of suits and in enforcing any right of contribution or indemnity against any person or organization who may be liable to the Insured because of Injury or damage wherein insurance is

afforded under this Policy. In this regard, the Insured shall promptly attend hearings and trials and assist in securing and giving of evidence and obtaining the attendance of witnesses. The Insured shall not, except at the Insured's own cost, voluntarily make any payment, assume any obligation, or incur any expense other than for payment of first aid expenses to others at the time of Accident.

Due Diligence

The Insured will exercise due diligence in doing all things to avoid or reduce any Loss under this Policy.

Notice of Claim or Loss

In case of hospitalization or medical emergency, the Insured, a person traveling with him, or the treating medical authority must contact Prudential Guarantee or Authorized Company immediately to verify coverage and arrange the appropriate medical care. In case of Injury or Accidental Death, written notice of claim must be given to Prudential Guarantee within thirty (30) days after a covered loss begins or as soon as is reasonably possible. Notice should include the Insured's name. If the Insured's property covered under this Policy is lost or damaged, the Insured must notify Prudential Guarantee as soon as possible, take immediate steps to protect, save and/or recover the covered property, give immediate notice to the Common Carrier or bailee who is or may be liable for the loss or damage, and notify the police or other authorities in case of robbery or theft within twenty-four (24) hours from the time of discovery of the robbery or theft by the Insured.

Claim Forms

Upon receipt of a notice of claim, Prudential Guarantee will furnish to the claimant such forms usually required by Prudential Guarantee for filing proofs of loss. If such forms are not furnished within fifteen (15) days from receipt of such notice of claim, the claimant shall be deemed to have complied with the requirements of this Policy, as to proof of loss, upon submitting, within the time fixed in this Policy for filing proof of loss, written proof covering the occurrence, the character and extent of the loss for which the claim is made. All certificates, information and evidence, other than the usual claim forms, which Prudential Guarantee may reasonably require in support of a claim, shall be furnished by the Insured.

Proof of Loss

Written proof of loss including the original Policy, Policy Schedule, original receipts, invoices and all other relevant documents must be furnished to Prudential Guarantee within thirty (30) days after the date of such loss. Failure to furnish such proof within the time required shall not invalidate nor reduce any claim if it was not reasonably possible to give proof within such time, provided such proof is furnished as soon as reasonably possible and not later than one (1) year from the date of loss.

Physical Examination and Autopsy

Prudential Guarantee at its own expense shall have the right and opportunity to examine the Insured when and as often as it may reasonably require during the pendency of the claim hereunder and to make an autopsy in case of death where it is not forbidden by law.

To Whom Claims Paid

Benefits payable under this Policy shall be made to the Insured; or in the event of his death, to the beneficiary designated by the Insured provided such beneficiary is not legally disqualified and survives the Insured; or in the absence of beneficiary designation, to the person or persons then

surviving in the following order of preference: (a) legal spouse; (b) children; (c) parents; (d) brothers and sisters; otherwise, to the estate of the Insured. Any payment made by Prudential Guarantee in good faith pursuant to this provision shall fully discharge Prudential Guarantee to the extent of the payment.

Time of Payment of Claim

Periodic payment will be made of all indemnities payable under this Policy which accrue during a period of more than four (4) weeks. Indemnities payable under this Policy for any loss other than loss for which this Policy provides any periodic payment will be paid within thirty (30) days after receipt by Prudential Guarantee of due written proof of such loss and after ascertainment of the loss is made by the agreement between Prudential Guarantee and the Insured or by arbitration; but if such ascertainment is not had or made within sixty (60) days after such receipt by Prudential Guarantee of the proof of loss, then the loss shall be paid within ninety (90) days after such receipt. Subject to due written proof of loss, all accrued indemnities for loss, for which this Policy provides periodic payment, will be paid at the expiration of each four (4) weeks during the continuance of the period for which Prudential Guarantee is liable, and any balance remaining unpaid upon the termination of liability will be made immediately upon receipt of due written proof. Refusal or failure to pay the loss within the periods prescribed herein will entitle the Insured to collect interest on the proceeds of the Policy for the duration of the delay at the rate of twice the ceiling prescribed by the Monetary Board, unless such refusal or failure to pay is based on the ground that the claim is fraudulent.

Subrogation

In the event of any payment under the Loss or Damage of Baggage and Personal Effects and Loss of Travel Documents Benefits in this Policy, Prudential Guarantee shall be subrogated to all the Insured's rights of recovery therefor against any person/s, organization/s or entity/ies. The Insured shall execute and deliver such instruments and papers and do whatever else is necessary to secure such rights. The Insured shall take no action after the loss that will prejudice the rights of recovery of the Insured or Prudential Guarantee by subrogation.

Right of Recovery

In the event authorization of payment and/or payment is made by Prudential Guarantee for a medical claim whereby Policy liability is not payable, Prudential Guarantee reserves the right to recover the amount paid against the Insured for the full sum which Prudential Guarantee is liable to the Hospital or medical institution where the Insured was admitted to.

Cumulative Insurances

In the event of a claim, the Insured must advise Prudential Guarantee as to any other insurance the Insured may have covering the same risks in this Policy. If, at the time of occurrence of any loss, except in respect of the Personal Accident Benefit, there are other valid and collectible insurance policy/ies in place, Prudential Guarantee will be liable only for the excess of the amount of loss over the amount of such other Insurance, and any applicable deductible.

Misstatement of Age

If the age of the Insured has been misstated, all amounts payable under this Policy shall be such as the premium paid would have purchased at the correct age. In the event the age of the Insured has been misstated, and if according to the correct age of the Insured, the coverage provided by the Policy would

not have become effective, or would have ceased prior to the acceptance of such premium or premiums, then the liability of Prudential Guarantee during the period the Insured is not eligible for coverage shall be limited to the refund of all premiums paid for the period not covered by this Policy.

Reinstatement of Policy

If this Policy is terminated due to default in the payment of the agreed premium, the subsequent acceptance of a premium by Prudential Guarantee or by any of its duly authorized representatives shall reinstate this Policy, but shall only cover loss resulting from Sickness or Injury sustained after the date of such reinstatement.

Renewal Conditions

This Policy may be renewed for further consecutive periods by the payment of premium on the effective date of the renewal at Prudential Guarantee's premium rate in force at the time of renewal, subject to Prudential Guarantee's right to decline renewal of this Policy on any anniversary date of the Policy upon giving forty-five (45) days prior written notice, mailed or delivered to the Insured at the address shown in the Policy, of Prudential Guarantee's intention not to renew the Policy, or to condition its renewal upon reduction of limits or elimination of coverages. Prudential Guarantee's acceptance of premium shall constitute its consent to renew. Unless renewed as herein provided, this Policy shall terminate at the expiration of the grace period for which premium has not been paid.

Cancellation

This Policy shall not be canceled by Prudential Guarantee except upon prior written notice thereto to the Insured, and no notice of cancellation shall be effective unless it is based on the occurrence, after the Effective Date of this Policy, of one or more of the following:

- a) Non-payment of premium;
- b) Conviction of the Insured of a crime arising out of acts increasing the hazards insured against;
- c) Discovery of fraud or material misrepresentation;
- d) Discovery of willful or reckless acts of omissions increasing the hazards insured against; or
- e) A determination by the Insurance Commissioner that the continuation of this Policy would violate or would place Prudential Guarantee in violation of the Insurance Code.

All notices of cancellation shall be in writing, mailed or delivered to the Insured at the address shown on the Policy Schedule and shall state (i) which of the grounds set forth in this provision is relied upon, and (ii) that, upon written request of the Insured, Prudential Guarantee will furnish the facts on which the cancellation is based.

If the Insured cancels this Policy, which must be in writing, Prudential Guarantee shall be entitled to retain a portion of the premiums computed in accordance with the applicable percentage indicated below, but in no event less than Prudential Guarantee's customary minimum premium.

PERIOD OF COVERAGE PRIOR TO CANCELLATION	PERCENTAGE OF ANNUAL PREMIUM (COMPUTED BASED ON PREMIUMS EXCLUSIVE OF DOCUMENTARY STAMPS AND PREMIUM TAXES) TO BE RETAINED BY PRUDENTIAL GUARANTEE:
2 Months (Minimum)	40%
3 Months	50%
4 Months	60%
5 Months	70%
6 Months	75%
Over 6 Months	100%

Such cancellation by the Insured shall become effective on the last day preceding the date the next premium is due and payable.

Without prejudice to the immediately preceding paragraph, if the Insured cancels a Trip (a) prior to the Effective Date of this Policy or prior to the Period of Insurance as stated on the Policy Schedule (b) within thirty (30) days after the Effective Date of this Policy or Period of Insurance as stated on the Policy Schedule , and notifies Prudential Guarantee of such cancellation, Prudential Guarantee will refund to the Insured the premium which has been paid (if any) by the Insured in respect of that Trip less the amount of documentary stamps and premium taxes.

Termination of Coverage :

- (a) All coverage under this Policy will be terminated when all or any part of premium pertaining to the Policy is not paid at the end of the Grace Period.
- (b) This Policy will be terminated on the date of change of occupation or job nature by the Insured Person if such occupational risk is not acceptable by the Company.
- (c) On the premium due date following the date the insured person reaches seventy-five (75) years of age.

Insurance in respect of an Immediate Family Member or Dependent Children shall terminate upon his death or on the termination of this Policy in accordance with the above, whichever is earlier.

Termination or cancellation of this Policy or expiration of individual coverage shall not affect any valid claim or loss occurring before such termination, cancellation or expiration. The payment to or acceptance by Prudential Guarantee or by an agent of Prudential Guarantee of any premium after such termination, cancellation or expiration shall not create any liability except to return the premium paid after the termination, cancellation or expiration of this Policy unless this Policy is reinstated pursuant to the Reinstatement provision.

In any Policy year, the aggregate benefits payable to the Insured under this Policy in respect of any one Accident, resulting in Injury within one hundred eighty (180) days from the date of the Accident shall not exceed the amount equivalent to the Accidental Death Benefit payable in case of Accidental Death.

In any Policy year, the aggregate benefits payable to the Insured for Accidental Permanent Total Disability Benefit under this Policy in respect of one or more Accident(s) resulting in Injury within one hundred eighty (180) days from the date of Accident shall not exceed the amount equivalent to the

Accidental Death Benefit. However, the payment of the amount equivalent to the Accidental Death Benefit for Injuries for which the Insured becomes entitled to Accidental Permanent Total Disability in one year shall not terminate this Policy in so far as the Accidental Death Benefit is concerned.

In any Policy year, the amount of Accidental Death Benefit shall be the principal sum.

Fraud

Any statement made by the Insured in the individual application/enrollment, which is an intentional misstatement of fact and constitutes fraud shall result in the right of Prudential Guarantee to terminate this Insurance Policy.

Fraudulent Claims

If any claim under this Policy shall be, in any respect, fraudulent or if any fraudulent means or devices shall be used by the Insured or anyone acting on the Insured's behalf to obtain any benefit under this Policy, Prudential Guarantee shall be under no liability in respect of such claim and shall be entitled to terminate this Policy immediately.

Clerical Error

A clerical error by Prudential Guarantee shall not invalidate insurance otherwise validly in force, nor continue insurance otherwise not validly in force.

Assignment

No assignment of interest under this Policy shall be binding upon Prudential Guarantee unless and until the original or a duplicate copy thereof is filed with Prudential Guarantee. Prudential Guarantee does not assume any responsibility for the validity of any assignment.

Age Limitation

If at the Effective Date of this Policy or at the commencement of the Period of Insurance, the age of the Insured at nearest birthday is more than seventy-five (75) years, this Policy issued to the Insured shall entitle Prudential Guarantee to rescind the contract and shall be liable only for the return of the premiums actually paid.

Geographical Limits

The Benefits under this Policy shall apply twenty-four (24) hours a day anywhere in the world unless otherwise endorsed or amended.

Terms and Conditions

Payment of any benefit under this Policy is subject to the Definitions, Exclusions, and all other terms and conditions pertinent to the payment of the benefit.

Complying With Policy Conditions

The due observance and fulfillment of the terms of this Policy insofar as they relate to anything to be done or complied with an Insured and the truth

In any event, no legal action shall be brought after the expiration of twelve (12) months from notice of the denial of the claim.

Civil Code 1250 Waiver Clause It is hereby declared and agreed that the provision of Article 1250 of the Civil Code of the Philippines (Republic Act No. 386) which reads :

of the statements and answers in any proposal and / or Application and of evidence required from an Insured in connection with Policy shall be conditions precedent to any liability of Prudential Guarantee to give any payment due under this Policy.

Entire Contract

This Policy, including endorsements and attached papers the descriptive title of which are mentioned in this Policy, if any, the Application on file with Prudential Guarantee or attached herewith and the Policy Schedule, constitute the entire contract of insurance. No change in this Policy shall be valid until approved by an authorized executive officer of Prudential Guarantee and unless such approval be endorsed hereon or attached hereto. No agent has authority to change this Policy or to waive any of its provisions. None of the provisions, conditions and terms of this Policy shall be waived or altered except in accordance with the pertinent provisions of Section 50 of the Insurance Code.

Unless applied for by the Insured, any rider, clause, warranty or endorsement issued after the Effective Date of this Policy shall be countersigned by the Insured, which countersignature shall be taken as the Insured's agreement to the contents of such rider, clause, warranty or endorsement.

Governing Law

This Policy shall be governed by and interpreted in accordance with the laws of the Republic of the Philippines.

Arbitration

All differences as to the amount of any loss or damage covered by this Policy shall be settled by final, binding arbitration under the arbitration rules of the Philippine Dispute Resolution Center, Inc. in force at the time of arbitration. The dispute shall be referred to an arbitrator to be appointed by the parties in difference, or if they cannot agree upon a single arbitrator, a panel of three (3) arbitrators ("the Panel") shall conduct the arbitration. Each party shall have the right to appoint one (1) member of the Panel, with the third member to be mutually agreed by the two (2) Panel members appointed by the parties or appointed in accordance with the Rules of the PDRCI. The venue of arbitration shall be in the Republic of the Philippines and the arbitration proceedings shall be conducted in the English language. Any lawsuit to enforce the arbitration award in the Philippines shall be filed with the competent court of the Republic of the Philippines, to the exclusion of all other courts.

Legal Action

Unless the claim has been denied, no action or suit shall be brought either to the Insurance Commission or any court of competent jurisdiction to recover on this Policy prior to the expiration of sixty (60) days after written proof of loss has been furnished in accordance with the requirements of this Policy.

"In case of extraordinary inflation or deflation of the currency stipulated should supervene, the value of the currency at the time of the establishment of the obligation shall be the basis of payment."

shall not apply in determining the extent of liability under the provisions of this Policy.

The provisions on the above pages, and on any endorsement, application form, or any other document attached hereof form part of the Policy as fully as if recited at length over the signature hereto affixed.

IN WITNESS WHEREOF, Prudential Guarantee has caused this Policy to be executed and commenced on the Effective Date stated in the Policy Schedule, provided that no insurance shall be in force unless the Policy Schedule is signed by an authorized representative of Prudential Guarantee.

PRUDENTIAL GUARANTEE AND ASSURANCE, INC.



Authorized Signature

Documentary Stamps to the value stated have been affixed and properly canceled on the Office of this Policy.

The Insurance Commission of the Philippines, with offices in Manila, Cebu, Davao, is the government office in charge of the faithful execution and enforcement of all laws relating to insurance and has supervision over insurance companies. It is ready at all times to render assistance in settling any controversy between an Insurance Company and an Insured relating to insurance matter.