

Smart Contract Vulnerability Cover Summary Sheet	
Parties	The InsurAce protocol & the Cover Purchaser.
With Effect From	11 th September, 2022
Covered Address	Cover will only apply to one (1) address that has been provided by the Cover Purchaser during Cover purchase prior to the Claimable Risk Event occurring.
Cover Period	Cover Period runs from the time the Cover takes effect until the expiry of the number of days specified during Cover purchase.
Coverage	<p>The Cover only covers the Cover Purchaser's Actual Loss (i.e. excluding fees and gas costs, any compensation, and any recovered amounts) which directly resulted from the unauthorized, malicious, criminal attacks, hacks or exploits of any malfunction or programming flaw, or any malfunction or programming flaw in the Designated Smart Contract of the Specified Protocol the Cover Purchaser has elected to be covered for on Specified Blockchain(s) ("Claimable Risk Event"). In such an event, Cover Purchasers should only expect to receive payment of the lesser of:</p> <ul style="list-style-type: none"> • Cover Purchaser's Actual Loss; or • the Specified Cover Amount less any Cover Payout(s) that have been paid to the Cover Purchaser (if any) under the Cover.
Cover Cancellation	Cover Purchasers are allowed to cancel their Cover and be refunded any Unused Cover Payments, subject to a fee and rewards deduction. In the unlikely event the Cover is cancelled due to insufficient capital to meet Cover Purchasers' coverage needs or voting by Governance Members, Unused Cover Payments will be refunded to the Cover Purchasers.
Claims Submission	<p><u>Group Claim Procedure:</u> Group Claim Procedure shall apply if more than one (1) Cover Purchaser suffered Actual Loss from the same Claimable Risk Event. Claims must be submitted in respect of a Claimable Risk Event that occurred within the Cover Period with a fee payment of 0.5 % of the amount claimed by the Claimant to the Protocol before the expiration of the earlier of: (a) 21 days after The Protocol's public confirmation of the Claimable Risk Event; or (b) 15 days after the Cover Period has expired, failing which there shall be no Claim under the Cover.</p> <p><u>Individual Claim Procedure:</u> Individual Claim Procedure shall apply if only one (1) Cover Purchaser suffered Actual Loss from the Claimable Risk Event. The Claim must be submitted in respect of a Claimable Risk Event that occurred within the Cover Period with a fee payment of 0.5 % of the amount claimed by the Claimant to the Protocol before the expiration of 15 days after the Cover Period has expired, failing which there shall be no Claim under the Cover.</p> <p><u>In any case:</u> Claims shall automatically be deemed invalid and rejected upon submission if the Claims were made on the same loss event which has already been rejected twice by the Advisory Board or Claim Assessors.</p>
Proof of Loss and Ownership Submission	Claimants must submit their Proof of Loss and Ownership within seven (7) days from the day of Claim submission, failing which the Claim shall automatically be deemed invalid and rejected.
Exclusions	<p>The Cover will not apply to the following:</p> <ul style="list-style-type: none"> • Any events or losses due to security events such as phishing, private key security breaches, malware, exchange hacks or any other activity and/or miner behaviour where the Designated Smart Contract continues to function as intended. • Any events or losses which were due to the Specified Protocol's Operator(s) confiscating or stealing funds in line with the permissions of the Specified Protocol and/or Designated Smart Contract (e.g. Rugpulls). • Any events or losses due to any malfunction or programming flaw in the Designated Smart Contract caused directly or indirectly by underlying blockchain changes. • Any events or losses due to collateral damage from a Claimable Risk Event. • Any events or losses due to movements in the market price of asset value.

Exclusions (Continued)	<ul style="list-style-type: none"> • Any events or losses that occurred outside the Cover Period. • The asset(s) is or are NFTs. • The asset(s) is or are associated with any illegal, prohibited or restricted activity. • The asset(s) is or are not verifiable on-chain. • The Claim is suspected to be fraudulent, exploitative and/or made for the purposes of profiting from the Claim. • Where false or misleading information is provided to The Protocol. • Where the possibility of events or losses in relation to the Designated Smart Contract or the Specified Protocol has been publicly disclosed prior to the Cover taking effect (e.g. disclosure of a bug in a fork of the Designated Smart Contract). • Where the Cover was purchased outside the Designated Geographical Areas as set out in the Website's Terms of Use. • Any losses in excess of the Specified Cover Amount less The Protocol's fees and expenses, any administrative or transactional fees or expenses borne by The Protocol in relation to a Claim, and/or any costs or expenses the Cover Purchaser is liable for to third-parties in connection with any Claim or The Protocol's Platform.
Cover Termination	<p>The Cover automatically terminates when whichever of the following occurs first:</p> <ul style="list-style-type: none"> • The cumulative Cover Payout(s) (if any) that have been made to you under the Cover in relation to the Specified Protocol adds up to, but shall not exceed, the Specified Cover Amount. • The Cover has matured, terminated, lapsed or been surrendered. • The Cover is cancelled. • There is insufficient capital to meet the Cover Purchasers' coverage needs. • The Designated Smart Contract is decommissioned, obsoleted, or not in use in any manner.
Disclaimer	<ul style="list-style-type: none"> • Please note that while the Protocol aims to adhere to the Solvency II capital requirement as part of its capital model, purchase of any coverage does not guarantee full Cover Payout of all losses on the protected assets, in particular, if there are insufficient staked assets in the capital pool. • The Protocol is not licensed or regulated by the Monetary Authority of Singapore or any regulator in any jurisdiction. • This Cover is not a contract of insurance. The Cover offers discretionary protection that is provided to Cover Purchasers. The Advisory Board and the Claims Assessors have full and final discretion on whether or not a claim is approved for a successful payout.

*Attention: This Smart Contract Cover Summary Sheet is only a summary of [the full terms and conditions of the Smart Contract Cover Terms and Conditions](#) ("**Terms**"). Clauses 1.4, 2, 3, 4 and 5 of the Terms specifies the eligibility to make a Claim, Coverage, Claims Procedure, Proof of Loss and Ownership, and Exclusions. Terms are accepted by Cover Purchasers and Claimants when purchasing the Cover.*

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