QBE Insurance (Australia) Limited
ABN 78 003 191 035 - Incorporated in Australia
Level 6, Pencarrow House, 58 - 66 Jervois Quay, PO Box 1196, Wellington 6140
T: 64 4 472 5158, F: 64 4 495 4186 www.qbe.co.nz

Certificate of Insurance

QBE Insurance confirms insurance cover is in force as follows:

Insured	:	Sparrow Construction Limited
Policy Number	:	P000051053CVL
QBE Line	:	100.00%
Period of Insurance	:	From 31 October 2017 at 4pm to 31 October 2018 at 4pm
Risk Type	:	Civil Works
Wording	:	Civil Works (Annual Open) CVO1009
Contract Value	:	NZD 1,500,000
Situation	:	Lower North Island

Cover is subject to the terms and conditions of the policy as issued. For a full description of the coverage please refer to the policy document.

Issued and signed by QBE's authorised representative

Dated: 2 November 2017

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Contract Works (Annual)

This is your Policy Schedule when attached to and forming part of your Policy Wording, or a Coverage Summary if issued as a separate document. Please read your Policy Wording and Policy Schedule/Coverage Summary carefully so that you know exactly what you are covered for. If you do not fully understand what you are covered for, please ask us to explain it to you.

Policy Schedule | Coverage Summary

Insured	Sparrow Construction Ltd
Insurer	QBE Insurance (Australia) Limited
Interested Parties	None Advised
Policy Wording	QBE Contract Works CVO1009
Policy Number	P000051053CVL CIVIL
Period Of Cover	31/10/2017 to 31/10/2018 at 4.00 pm Local Standard Time

Covering

Contracts as described to the Insurer (see below)

Description of Contract and Sums Insured

Contract Site(s)	Lower North Island
Contract Description	Commercial Construction - Civil Works
Contractor	Sparrow Construction Ltd
Limit Any One Contract	$1,500,000
Maximum Contract Period	12
Maximum Maintenance Period	12
Estimated Annual Turnover	$250,000

	Sum Insured
Contract Price	$1,500,000
Demolition and Removal of debris	$75,000
Professional fees	$75,000
Principal's supplied materials	$5,000
Items not included in Contract Price	$0
Inflation Policy Period	$75,000
Inflation reinstatement	$75,000
Existing buildings (property in custody or control)	$0
Construction plant	$0
Expediting expenses	$75,000
Protection expenses	$10,000
Temporary buildings	$5,000
Transit and storage	$50,000

Optional Clauses

Natural Disaster Cover	Insured Sum Insured - $1,895,000
Public Liability	Not Insured
Public Liability extension - Vibration or Removal of Support	Not Insured Excess - $0

Excess

In respect of each event other than as detailed below	$2,500
Burglary	$2,500
Damage caused to Existing Buildings in Contractors Custody or Control	$0
Damage caused by Landslip or Subsidence	$2,500
Damage caused by Storm or Flood	$2,500

Natural Disaster Excess

5.00 % of all Loss Damage caused by Natural Disaster subject to a minimum of $5,000

Additional Excess Details

NATURAL DISASTER EXCESS
For the Regions of Northland, Auckland, the District of Dunedin City and the District of Christchurch City - 1.0% of the value of the Property Insured at risk on the date of loss minimum NZD 1,000.

For the Region of Wellington - 5% of the value of the Property Insured at risk on the date of loss, minimum NZD 5,000.

For any regions of New Zealand not otherwise specified - 2.5% of the value of the Property Insured at risk on the date of loss minimum NZD 2,500.

Policy Warranties

HOT WORK
When any Hot Work is carried out on any Property Insured the following procedures must be complied with:

(a) the area where the Hot Work is to be undertaken is cleared of flammable material and flammable materials and other items which cannot be removed are covered with a flame resistant blanket or similar protective material; and

(b) a fire extinguisher or hose reel is to be in close proximity to where the Hot Work is undertaken; and

(c) the area where the Hot Work was undertaken is to be examined one hour after work has finished.

For the purposes of this condition Hot Work means:
- Grinding, cutting or welding operations;
- Use of blow lamps and torches;
- Application of hot bitumen;

or any other heat producing operation

Additional Clauses

Allowable Contracts: Commercial Construction - Civil Works

This policy does not include any contracts relating to or involving:

- Buildings or Structures of Historic significance.

- Buildings or Structures with foundations greater than 5m below existing ground level.

- An open trench, embankment, bund, ditch or drain of greater than 300metres, partially or completely excavated, or greater than 3 metres in depth;

- Piles with a depth greater than 20 metres or diameter greater than 1 metre

- Galleries shafts and tunnels and other underground works.

- Canals, reservoirs, dams, syphons, harbour facilities, docks, breakwaters or jetties.

- Retaining Walls over 5m in height.

- Any projects including the above must be individually referred and underwritten.

EXCLUSIONS
Building Defects and Mould Exclusion Applies
Excluding any existing structures

Deposit & Minimum Premium - 2017 to 2018

Insurer Financial Strength Rating

In accordance with the Insurance (Prudential Supervision) Act 2010, we are required to provide you with the following information about your Insurer.

Insurer(s) Name	Portion %	Rating Agent	Rating
QBE Insurance (Australia) Limited	100	SP	A +

QBE Insurance (International) Ltd (New Zealand Branch) has been given an "A+" Insurer Financial Strength Rating by Standard & Poor's (Australia) Pty Ltd.

QBE Insurance (International) Limited ("QBE") has a policy of holding actual capital in excess of regulatory capital requirements. In the event that QBE is wound up, the claims of New Zealand policyholders will be paid out of the assets of QBE in New Zealand, and possibly other countries, except Australia. Australian Law requires that on a winding up of QBE, the assets of the company in Australia are to be used to pay its liabilities in Australia before paying liabilities outside Australia.

The rating scale for Standard & Poor's Rating Agency is:

AAA	Extremely Strong	BB	Marginal	SD	Selective Default
AA	Very Strong	B	Weak	D	Default
A	Strong	CCC	Very Weak	R	Regulatory Supervision
BBB	Good	CC	Extremely Weak	NR	Not Rated

Note:
The Ratings from "AA" to "CCC" may be modified by the addition of a plus (+) or minus (-) sign to show relative standing within the major ratings categories.

The rating scale above is in summary form. A full description of this rating scale can be obtained from www.standardandpoors.com