



## Confirmation of Coverage

### HAREON SOLAR USA CORPORATION (and affiliates worldwide)

121 Metro Drive  
San Jose, CA 95110 USA

Warranty Policy Effective  
September 1, 2014 to September 1, 2015

License OH30199

---

135 Main Street, 21<sup>st</sup> Floor, San Francisco, CA 94105  
Telephone 877.556.0090 ~ [www.powerguardins.com](http://www.powerguardins.com)





## Hareon Solar USA Corporation 2014 Warranty Program

### Warranty Coverage Tranche A (Year 1 To 10)

<b>Insurance Company:</b>	International Insurance Company of Hannover Plc. (A.M Best Rating: "A+" XV)
<b>Policy Number:</b>	PR0143414000
<b>Coverage:</b>	Solar Power OEM Contractual Liability policy form providing product warranty coverage including product defect and failure to achieve warranted energy production level in accordance with warranty terms in your Covered Warranty and subject to policy terms and other conditions as per below.
<b>Policy Period:</b>	One year policy term effective September 1, 2014 to September 1, 2015 covering year 1 to 10 of a twenty-five (25) year product warranty
<b>Subject of Coverage:</b>	Photovoltaic module equipment sold and reported during the policy period
<b>Sales Exposure:</b>	For sales up to \$90,000,000 without additional premium or program structural changes. This sales volume limitation includes solar modules sales of \$6,637,858.96 sold between January 7, 2014 and September 1, 2014 per serial numbers on file with us. If sales exceed \$90,000,000 during the policy period there will be an additional premium charged at a proportionate rate. Additional taxes may apply.
<b>Territory:</b>	For worldwide sales
<b>Limit of Liability:</b>	\$3,000,000 aggregate limit which covers losses incurred during warranty years 1 to 10. The \$3,000,000 aggregate limit of liability provided by International Insurance Company of Hannover Plc under policy number PR0143414000 for policy period of September 1, 2014 to September 1, 2015 shall apply inclusively to policy number PR0143412000 issued for the November 12, 2012 to November 13, 2013 policy period. The \$3,000,000 aggregate limit is the maximum amount that will be paid by International Insurance Company of Hannover Plc on both policies combined.
<b>Self-Insured Retention:</b>	\$250,000 per claim. Each and every loss paid by the carrier and each and every loss within the SIR erodes the Limit of Liability by the loss amount.





**Cancellation:** Policy is non-cancellable by any party other than for fraudulent acts as defined in policy form provisions.

**Third Party Administrator:** Choice of insurance company

**Reporting Requirement:** Insured is required to provide the carrier a monthly sales report in a format provided by PowerGuard. Coverage is only provided to products with serial numbers reported in the monthly sales report, that are sold within the policy period, and that are certified to standards.

Please submit this form to PowerGuard no later than the thirtieth (30th) day after the end of the preceding month. Address is herein:

PowerGuard Specialty Insurance Services  
report@powerguardins.com





WARRANTY COVERAGE TRANCHE B (YEAR 11 to 25)

**Insurance Company:** RSUI Indemnity Company  
(A.M. Best Rating A+ XIII)

**Policy Number:** NWD000157

**Coverage:** Solar Power OEM Contractual Liability policy form providing Failure to Achieve Warranted Energy Production Levels in accordance with warranty terms in your Covered Warranty and subject to policy terms and other conditions as per below.

**Policy Period:** One year policy term effective September 1, 2014 to September 1, 2015 covering year 11 to 25 of a twenty-five (25) year product warranty.

**Subject of Coverage:** Photovoltaic module equipment sold and reported during the policy period.

**Sales Exposure:** For sales up to \$90,000,000 without additional premium or program structural changes. This sales volume limitation includes solar modules sales of \$6,637,858.96 sold between January 7, 2014 and September 1, 2014 per serial numbers on file with us. If sales exceed \$90,000,000 during the policy period there will be an additional premium charged at a proportionate rate.

**Territory:** For worldwide sales

**Limit of Liability:** \$1,000,000 aggregate limit which covers losses incurred during warranty years 11 to 25. The \$1,000,000 aggregate limit of liability provided by RSUI Indemnity Company under policy number NWD000157 for policy period of September 1, 2014 to September 1 2015, shall apply inclusively to policy number NWD000067 issued for the November 13, 2012 to November 13, 2013 policy period. The \$1,000,000 aggregate limit is the maximum amount that will be paid by RSUI Indemnity Company on both policies combined.

**Self Insured Retention:** \$250,000 per claim. Each and every loss paid by the carrier and each and every loss within the SIR erodes the Limit of Liability by the loss amount.

**Cancellation:** Policy is non-cancellable by any party other than for fraudulent acts as defined in policy form provisions.





**Third Party Administrator:** Choice of insurance company

**Reporting Requirement:** The same monthly reports required for Tranche A shall also be provided to RSUI or its third party administrator. Coverage is only provided to products with serial numbers reported in the monthly sales report, that are sold within the policy period, and that are certified to standards.

Insured and/or PowerGuard shall forward the reports to RSUI or its third party administrator within one hundred and eighty (180) days following the expiration of this Policy. Addresses are herein:

RSUI Indemnity Company  
945 East Paces Ferry Road  
Suite 1800  
Atlanta, GA 30326-1160  
ATTN: Solar Warranty Underwriting Department

PowerGuard Specialty Insurance Services  
[report@powerguardins.com](mailto:report@powerguardins.com)

**WARRANTY STRUCTURE**

<p><b>\$1,000,000 Aggregate Policy Limits - RSUI</b> Years 11-25</p>
<p><b>\$250,000 per claim for worldwide sales. Each and every loss paid by carrier and each and every loss within the SIR erodes the Limit of Liability by the loss amount.</b></p>
<p><b>\$3,000,000 Aggregate Policy Limits – Inter-Hannover</b> Years 1-10</p>
<p><b>\$250,000 per claim for worldwide sales. Each and every loss paid by carrier and each and every loss within the SIR erodes the Limit of Liability by the loss amount.</b></p>

X

Authorized Signature  
Mike McMullen, Co-Founder

Confirmation of Coverage  
September 30, 2014

