HERMESS Management Consulting Trading & Finance
İncilipınar Mah. 1239 Sokak No:5/a · Pamukkale / Denizli
+90 258 211 66 36 · info@hermessmc.com

Credit Guarantee Insurance Policy Agreement

Policy structure and general conditions – sample text

Policy schedule

Insurer	.....
Policyholder (borrower)	.....
Beneficiary / insured (lender)	.....
Insured loan	Amount ..... · Agreement date .....
Sum insured	.....
Percentage of cover	..... % of the loan claim
Period of insurance	..... – .....
Premium and payment plan	..... % p.a. · .....
Waiting period	..... days

1. Scope of cover

The Insurer indemnifies the Beneficiary's net loss if the Borrower fails to pay principal and interest due under the loan agreement, limited to the percentage of cover and the sum insured.

2. Insured event

The insured event occurs if a payment due is still outstanding at the end of the waiting period, or upon the Borrower's insolvency, composition proceedings or unsuccessful enforcement.

3. Exclusions

Unless otherwise agreed, losses arising from the Beneficiary's breach of the loan agreement, amendments made without the Insurer's consent, wilful misconduct or fraud, war and nuclear risks are excluded.

4. Premium

The premium is payable according to the payment plan. If the premium is not paid when due, the Insurer may suspend cover or terminate the policy by written notice within statutory periods.

5. Notification and documents

The Beneficiary notifies payment default in writing within ..... days and provides the loan agreement, account statement, demand letter and enforcement documents.

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6. Indemnity and subrogation

The Insurer pays within ..... days of receipt of complete documents. To the extent of payment, the Beneficiary's rights against the Borrower and the security pass to the Insurer; the Beneficiary cooperates in recovery.

7. Term and expiry

The policy ends upon expiry of the period of insurance, full repayment of the loan or payment of indemnity up to the sum insured.

8. Disputes

This policy is governed by the applicable insurance law and general conditions. The courts of ..... have jurisdiction.

Insurer – stamp / signature

_____

Name, title · Place, date

Policyholder – stamp / signature

_____

Name, title · Place, date

Acknowledged by the Beneficiary (lender): .....