

INSURANCE

BULSTRAD

VIENNA INSURANCE GROUP

CERTIFICATE

INSURANCE PLC

TO WHOM IT MAY CONCERN

THIS IS TO CERTIFY that We, **BULSTRAD VIENNA INSURANCE GROUP**, No.5 "Positano" Sqr., 1000 Sofia, **Republic of Bulgaria**, have placed Insurance with **Lloyd's Underwriters** and certain **Insurance Companies** on the **International Insurance & Reinsurance Market** in the name of "**CARGO AIR**" LTD. – **Bulgarian Aviation Company** as Owners and/or Operators and/or Associated and/or Subsidiary and/or Affiliated Companies now existing or as may be hereafter constituted, jointly and severally for their respective rights and interests (hereinafter called the "**Insured**") covering their operations in connection with the following Aircraft:

Type of Aircraft: **Boeing B737-400, M.S.N. 24691**, reg. sign **LZ-CGT**

whilst operating **Worldwide**, EXCLUDING Official War Areas and / or Countries / Regions under **United Nations** sanctions and / or Countries / Regions as per Kiln Geographic Areas Exclusion Clause **LSW.617H** (09/07/15) amended to Exclude overflying Libya, against risks and up to the limits stated:

1/ AIRCRAFT HULL "ALL RISKS" – to cover loss or damage to the Aircraft (including Engines and APU installed on board) whilst Flying and/or Taxing and/or on the Ground, for an Agreed Value in **USD** in accordance with the content of relative **Insurance Policy** noted below.

2/ AIRCRAFT LEGAL LIABILITY COVERAGE - COMBINED SINGLE LIMIT of USD 600,000,000, including Aircraft Liability to Third Parties (Bodily Injury / Personal Injury / Property Damage / Products & Grounding Liability) of not less than **SDR 300,000,000** and in the annual aggregate in respect of Products Liability; Liability to Passengers (non-revenue occupants /cargo handlers/ loadmasters only) up to **SDR 250,000** per passenger (coverage provided for 4 pax seats on board); Cargo and Mail Legal Liability Limit up to **USD 5,000,000** any one occurrence, but not less than **SDR 19** per kilogram. In addition, the coverage is extended to include Crew Personal Accident up to the Limit of **USD 300,000** any one crew seat, when engaged in "Air Travel". Carriage of declared values, livestock and perishables are EXCLUDED from Coverage/. Coverage also includes War and Allied Risks in accordance with the Extended Coverage Endorsement (Aviation Liabilities) **AVN.52E** with the Sub-limit of **USD 600,000,000** and in the annual aggregate. The Coverage provided allows carriage of "Dangerous Goods", subject to (i) the Aircraft is operated in accordance with its valid Certificate of Airworthiness, Air Operator Certificate or permit to fly, (ii) all Air Navigation Regulations are completed and (iii) carriage of such goods is in accordance with **IATA / ICAO** regulations and/or requirements of the appropriate Civil Aviation Authority (iv) all necessary permissions for such flights are obtained prior such flights. The Policy contain standard General Exclusions relating to Pollution and Contamination Risks as noted in Noise and Pollution and Other Perils Exclusion Clause **AVN.46B** and Nuclear Risks, covering carriage of goods / materials as noted in para. 2 and para. 4 of Nuclear Risks Exclusion Clause **AVN.38B**. The Coverages noted are in accordance with the content of relative **Insurance Policy** noted below.

It is hereby Certified that We, as **Insurers** have been advised that the above noted Aircraft, which will be operated by the **Insured** (as **Lessee** and **Aviation Operator**) is subject to the following **Contracts**: (i) **Aircraft Dry Lease Agreement** dated 22ND December 2014, signed with **Air Vega Bulgaria JSC.** (as **Owner** and **Lessor**); (ii) **Bank Investment Agreement** dated 08.12.2016 and **Mortgage Agreement** dated 08.12.2016 in respect of B737-400, M.S.N. 24691, reg. sign **LZ-CGT**, signed between **Air Vega Bulgaria JSC.** (as **Owner** and **Lessor**) with "**Societe Generale Expressbank**" **AD** – the **Bank** (as **Creditor, Pawnee** and **Loss Payee**). It is further noted and agreed to include the above noted **Contract Parties** as **Additional Insureds** for their respective rights and interests, subject to the Agreements signed by and among the **Insured**.

It is further certified that the **Insurer / Reinsurers** have noted the terms and conditions of the **Customer Services General Terms Agreement ("Air Vega Bulgaria JSC: VE6-CSGTA.")**, dated 14TH January 2016 signed between **Air Vega Bulgaria JSC.** (as **Customer, Owner** and **Lessor** of B737-400, M.S.N. 24691, reg. sign **LZ-CGT**, Dry Leased and operated by the **Insured**) and **The Boeing Company** P.O. Box 3707, Mail Code 13-57, Seattle, Washington 98124-2207, U.S.A. / **Boeing Commercial Airplanes** P.O. Box 3707, Mail Code 21-34, Seattle, Washington 98124-2207, U.S.A., (hereinafter called "**Boeing**"). In accordance with Customer's undertaking in Part I, Article 13.1 of the **CSGTA** it is further noted and agreed that "**Boeing**" are included as **Additional Insured** for their respective rights and interests.

Date Recognition Exclusion Clause (**AVN.2000A**) written back in accordance with the Date Recognition Limited Coverage Clauses (**AVN.2001A/AVN.2002A**) as applicable.

Subject to the terms, conditions, deductibles, limitations, exclusions, cancellation and other provisions of relative **Hull All Risks Policy No. 02050000261710000010** and **Aviation Liability Insurance Policy No. 02110000261710000011**, both valid as from 00:00 hrs LST on 07TH February 2017 until 24:00 hrs LST on 6TH February 2018, issued by **Bulstrad Vienna Insurance Group** in the name of **Cargo Air Ltd.**

The coverage provided shall not contravene any applicable U.N. Sanctions.

This CERTIFICATE is valid as from 00:00 hrs. LST on 7TH February 2017 until 24:00 hrs LST on 6TH February 2018

01.02.2017,
Sofia, Bulgaria

5, Positano Sq., 1000 Sofia, Bulgaria, tel.: 02/ 985 66 10, fax: 02/ 985 61 03

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