



325 Insurance for Overseas Medical Costs and Abandonment of Travel

TERMS AND CONDITIONS

1. Scope of insurance.

1.1 The Company pays expenses during overseas travel which result from accident, illness or the death of the Insured as further described below.

1.2 Emergency service.

The emergency service shall be notified as soon as possible of any serious accident or illness sustained by the Insured during travel overseas. The Company's emergency service is an overseas entity specialising in the handling of services of this nature. A special emergency card is attached to the terms and conditions on the sale of the travel insurance each time and contains detailed information about the emergency service.

2. Costs covered by the insurance.

2.1 Compensation is paid for the following costs:

- a. hospitalisation, including medical assistance, medicinal products and other services provided by the hospital insofar as the hospitalisation and treatment is recommended by a physician and is in consultation with the Company's emergency service,
- b. medical assistance and medicinal products recommended by a physician.
- c. pain relieving dental repair, only, however, in emergencies and never higher than 0.8% of the insurance amount.
- d. extra expenses for special hotel accommodation when a physician is of the opinion that treatment may be performed in a hotel, including costs for nursing, medically recommended diet etc, never however more than 0.8% of the insurance amount per day,
- e. extra expenses for the travel home, or travel to return to a predetermined travel schedule due to delays caused by the hospitalisation of the Insured at the recommendation of a physician, and in consultation with the Company's emergency service, including the travel expenses of a companion, if such companion is considered necessary in the opinion of the physician.

2.2 If the physician, who has attended the Insured, is of the opinion that travel home on normal means of transport is necessary and adequate, his written confirmation will suffice for the Company. In such cases extra expenses for the travel home, such as an extra seat, more expensive seat etc., will be paid. If the illness or accident is so serious that the physician is of the opinion that the Insured must be transported home in another manner, the Company's emergency service shall be responsible for such transport.

2.3 In the event of the death of the Insured during his travel, the Company's emergency service shall be responsible for the transportation of the deceased and his travel companion to Iceland as well as costs resulting from mandatory measures.

2.4 If the Insured is injured, becomes seriously ill or dies during his travel, the company will pay the travel and accommodation expenses of a close relative, who is summoned to the Insured, in consultation with the Company's emergency service. The maximum compensation paid by the Company amounts to 10% of the insurance amount.

3. Abandonment of travel.

3.1 The Company pays necessary additional costs of returning to Iceland, if these are incurred in consultation with the Company's emergency service, if the Insured is forced to curtail his overseas stay due to:

- a. the death, serious injury or sudden serious illness of a spouse/cohabitee, children, parents, siblings, parents in-law, daughter-in-law or son-in-law of the person insured, or
- b. substantial property damages in the home, or in a company owned by the Insured, which requires his presence.

3.2 The Company does not pay for the unused part of the travel expenses or for a new trip abroad to replace the trip which was abandoned.

4. Refund of vacation trip.

4.1 If a stay is abandoned in consultation with the Company's emergency service, and the abandonment is in accordance with the instructions of a physician to return home during the earlier part of the stay, or due to hospitalisation during at least half the stay, the Company pays the price that the Insured paid for his trip before its commencement. It is a condition for the payment of compensation that the trip is strictly a vacation trip.

4.2 The maximum compensation paid by the Company amounts to 10% of the insurance amount for events which fall under Articles 3.1 and 3.2 and Paragraph 1 of this Article.



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5. Measures to protect against or minimise damage.

- 5.1 The insured shall follow the instructions of the physician who has attended him as well as the Company's emergency service. Failure in this respect may lead to the cancellation of the Company's liability in part, or entirely, in accordance with the provisions of the Act on Insurance Contracts.

6. Exempted risks

- 6.1 The insurance does not cover:
- medicinal products without the benefit of medical advice,
 - diseases occurring during the ninth month of pregnancy and caused by birth or loss of a foetus, nor diseases due to abortion,
 - diseases or accidents which can be traced to the consumption of alcohol or controlled substances,
 - chronic diseases and accidents for which the Insured has received medical assistance or treatment during the previous twelve months,
 - continued treatment, if the Insured refuses to be transported home on the recommendation of the physician who has attended him and/or the recommendation of the Company's emergency service,
 - treatment overseas for longer than three months,
 - prosthetic limbs and false teeth, as well as glasses, glass eyes, contact lenses, hearing aids etc.
- 6.2 Moreover, limitations to liability pursuant to Articles 6, 9 and 10 in the terms of accident insurance No. 300 apply as appropriate. However, the Company pays compensation for the illness, accidental injury or death of the Insured caused by food poisoning or beverage poisoning.

7. Special terms for educational stays overseas.

- 7.1 If the Insured stays overseas for educational purposes the Company does not pay compensation for:
- the first USD 200 of each damage event,
 - dental repairs, ophthalmology services and therapeutic massage,
 - expenses for travel home pursuant to Article 3.1 or Article 4.1.

8. Compensation deduction.

- 8.1 The Company only pays costs pursuant to Article 2, to the extent that such costs are not paid by another party, e.g. the State Social Security Institute.

9. Reference to the terms and conditions of accident insurance.

- 9.1 In other respects the provisions of the terms and conditions of Accident Insurance No. 300 shall apply to the policy as appropriate.

These terms shall be effective from 1 January 2006