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Insuring your Shipment Properly

AFP Global Logistics would like to simplify insuring your shipment properly. There are many things to consider such as:

- What type of insurance does your company provide when transporting your product?
- Should you purchase insurance with AFP?
- What coverage is available if insured with AFP?
- What are you entitled to if not insured through AFP?
- What is the total insured amount?
- How do I determine the insured amount to cover freight charges?

To help assist you in this evaluation, AFP Global Logistics has provided the information below.

Legal Liability

If you choose not to insure your shipment, the goods shipped will automatically be covered under the legal liability standard for the transportation industry as defined below:

For domestic shipments: \$.50 per pound multiplied by the number of pounds (but not less than \$50.00 per shipment).

For international shipments: the legal liability set forth by the Warsaw Convention is \$9.07/kg multiplied by the number of kilos (but not less than \$50.00 per shipment).

NOTE: In the case of partial loss/damage, the claim settlement coverage is prorated for the lost or damaged portion of the shipment only.

Insuring Your Shipment

To ensure your shipment for the replacement of the goods shipped in case of total or partial loss or damage, request insurance for the replacement value of the goods only **or** replacement value plus insurance cost and freight charges. (**CIF Value**).

AFP Global Logistics Insurance Cost: \$0.60 per \$100.00 insured value with a \$25.00 minimum

Insuring value of goods only – Commercial Invoice Value

Example: Commercial Invoice Value: \$10,000.00
Insurance Cost: \$60.00

Insuring cost of goods, insurance and freight charges (CIF Value)

Example: Commercial Invoice Value: \$10,000.00
Insurance Cost: \$60.00
Freight Charges: \$500.00

Total CIF Value=\$10,560.00 x 110%=\$11,616.00 (**CIF Value**)

If you have any questions, please contact AFP Global Logistics at 410-590-1234 or 1-800-274-1237.