



ISCO INDUSTRIES, INC.
GOLF AND TURF IRRIGATION PRODUCTS
PRODUCT LIABILITY INSURANCE

ISCO Industries, Inc. ("ISCO") carries certain product liability insurance coverages for the Project to protect ISCO and Buyer in the unlikely event of a Product failure caused by a manufacturing or design defect in the Products we supply.

Since 1962, ISCO has provided HDPE irrigation systems for golf courses across North America. With more than 60 years of experience, ISCO offers a complete range of HDPE pipe products and services, including system design assistance, specification support, certified training, and project coordination. ISCO has built a strong reputation for standing behind the products and services it provides, and remains committed to supporting its customers with proven expertise and responsive service. HDPE pipe systems are widely recognized for their long-term durability and performance in golf course irrigation applications.

Q: Does ISCO carry insurance coverage to cover material and labor costs in the event of a Product failure caused by a manufacturing or design defect in the Products we supply?

A: Yes. ISCO carries a general liability insurance policy and also a professional liability insurance policy. The coverage limits under these policies are individually **\$5 million** per occurrence and **\$5 million** in the aggregate.

Q: What does the general liability insurance policy cover?

A: This policy provides coverage in the event that a Product failure caused from a manufacturing or design defect results in bodily injury, including death, or third-party property damage. For property damage, ISCO's general liability insurance policy would cover such damage, including the material and labor costs associated with the removal of defective products, reinstallation of new replacement products (as provided under ISCO's limited warranty), and the repair of damage to the golf course.

Q: What does the professional liability insurance policy cover?

A: In the case where there is no property damage or bodily injury involved and the general liability insurance policy would not apply, the professional liability insurance policy further protects buyer by providing additional coverage for financial losses or loss of use suffered by Buyer directly associated with a Product failure caused by a manufacturing or design defect. This policy would also cover material and labor costs associated with the removal of defective products, and reinstallation of new replacement products (as provided under ISCO's limited warranty), including costs incurred to repair damage to the golf course caused by such removal and reinstallation.