



PRODUCT LIABILITY INSURANCE POLICY

All Vendors shall maintain and provide Family Dollar with evidence of Commercial General Liability Insurance Coverage. The insurance shall be on an “occurrence” policy and must be extended to provide a broad form vendor’s coverage endorsement naming Family Dollar Services, Inc. and all of its parent, subsidiary and affiliate companies as additional named insureds. A Certificate of Insurance shall be provided and shall reflect a mandatory 30 day notice of cancellation to all insureds listed on the policy. The minimum coverage limits shall be at least \$5,000,000 per occurrence and \$10,000,000 aggregate per policy year. All over-the-counter drugs/medications shall carry a \$15,000,000 minimum aggregate limit. In addition, all DSD Vendors shall carry a minimum of \$2,000,000 auto liability coverage designated “Any Auto.” Self-Insured-Retentions (S.I.R.s) shall be permitted up to a maximum of \$10,000. Any proposed retentions above \$10,000 shall require individual consideration and approval by Family Dollar. On all policies providing for “Product Liability” or “Product/Completed Operations” coverage only, a complete copy of the policy may be asked for by Family Dollar along with the Certificate of Insurance.

Any proposed product liability coverage variation that does not comply with the *amounts* specified in this policy shall require individual consideration and approval by Family Dollar for each coverage period. The coverage type, cancellation days, and added endorsement must be adhered to.

All sales representatives are faxed a certificate renewal reminder 30 days prior to the expiration date. If this is not received before the expiration a second notification will be faxed on the expiration day. Any suppliers out of compliance with this policy with unresolved issues 60 days past the expiration date will be subject to withheld invoice payments, and/or the inability to create any future orders, and/or the inability to get future letters of credit. It is your responsibility to notify vendormanagement@familydollar.com with any sales contact changes.

Initial product liability certificates, renewals, or inquiries can be emailed to vinsurance@familydollar.com, faxed to 704-847-3807, or mailed to Family Dollar Stores, Inc., c/o Vendor Insurance, P.O. Box 1017, Charlotte, NC 28201-1017.

Thank you,
Vendor Management