

MAXNEIGE INSURANCE PROGRAM

Individual insurance

Automobile Liability Insurance

Offered by

Zurich North America Canada

400, University Avenue

18th Floor

Toronto, Ontario

M5G 1S7

Liability Insurance administered by

Group 3PCS

4545, avenue Pierre-de Coubertin, C.P. 1000 Succursale M

Montréal Québec H1V 3R2

Insurer's authorized representative

Important notice

The office of financial services has not made any declaration on the quality of the product being offered in this current guide issue. The insurer is the only responsible party regarding differences of opinion between the responsible parties of the guide and the insurance policies.

INTRODUCTION

The following document will allow you to better understand liability insurance for snowmobiles under the MaxNeige program.

NOTE : A definition for the terms preceded by an * is included in the guide.

DESCRIPTION OF THE PRODUCT BEING OFFERED

The liability insurance protection included with this program is the mandatory minimum required by the law for off road vehicles. Therefore, this protection offers you coverage for 500 000 \$.

CONTENTS OF THE GUARANTEE

This is what the insurance includes :

The insurance protection MaxNeige is distributed by the Snowmobiling Clubs Federation of Quebec, its affiliated clubs and their authorized representatives. The protection available to you is an individual policy in the amount of 500 000 \$.

The 500 000 \$ liability insurance coverage guarantees that you and your succession are protected against the consequences of the liability you may sustain in relation to the property, the usage or the behavior of the insured snowmobile.

The insurance protects you in the event of bodily or physical damages sustained by another party. This coverage not only protects the owner of the snowmobile, but also any user of the snowmobile, with the exception of anyone involved in the theft of the snowmobile or any accomplices involved with the theft of the snowmobile.

REVIEW OF PARTICULAR CONDITIONS

Here is how the price of the access right to the snowmobiling trails has been established :

In order to adhere to the Insurance Program MaxNeige , the fees are as follows :

Trails usage :	135.00 \$
Individual Automobile Liability insurance (annual right) :	35.00 \$
General Liability insurance of your club :	10.00 \$
Total :	180.00 \$

Your payment is collected at the time of purchase to gain access to the snowmobile trails.

DEDUCTIBLE

The 500 000 \$ liability insurance coverage does not include any deductible in the event of bodily damages caused to another party.

LENGHT OF POLICY

The liability insurance coverage begins on the day the trail pass access right is purchased and ends the following November 1st at 00h01 hrs and will never exceed a 12 month period.

NON RENEWAL OF THE POLICY

It is important to note that the liability insurance coverage will not be renewed automatically.

SUBSIDIARY GUARANTEES

Under the current insurance format the insurer pledges to do the following :

1. In order to offer you customer service designed with the interest of the customer in mind, the insurer will process your claim as soon as it is received, reserving the right to act consequently with regards to the investigation, the transaction or the settlement of the claim.
2. To uphold your protection for any party who is entitled to your insurance benefits as well as assuming your beneficiary's protection for any legal action intended against this party.
3. To assume charge of :
 - Fees resulting from legal actions against you;
 - Legal defense fees;
 - Interests on the insurance amount;
 - The amount of insurance itself.
4. To reimburse all fees relating to medical expenses which are immediately necessary for bodily injuries caused to another party.

5. To not withhold or lessen any insurance coverage pay out from the guaranteed amount to the insured party in relation to the rules, laws and regulations of the automobile law in effect at the site of the accident, as long it occurred within Canada or the U.S.A.
6. To have no recourse to means of defense prohibiting the insurers from the premises of the accident, if this accident occurred within Canada or the U.S.A.

GEOGRAPHIC LIMITS OF THE GUARANTEE

Unless there is a specific endorsement purchased separately, the guarantee will be in force within Canada and the U.S.A. and within any airports or ship servicing the ports and the airports of these two countries.

However, in regards to snowmobilers who are not Canadian citizens or residents, the guarantee is only applicable on the territory of the province of Quebec only.

DEFINITIONS :

Direct Indemnity Convention :

This is a convention established by the Regroupement of Automobile Insurers. This convention establishes that the recourse of the owner of an automobile or snowmobile, cannot, by reason of material damages suffered through an accident, as well as under the circumstances where the Convention applies, file a claim with any other insurer other than his own, i.e. sue the insurer of the other vehicle.

Multiple insurers : To have in fact, more than one insurer declared for the particular Conditions of the policy.

Subsidiary guarantees : Additional guarantees foreseen by the insurer of the contract.

EXCLUSIONS CONCERNING USAGE OF THE INSURED VEHICULE

With the exception of mention to the particular conditions or guarantees granted with additional endorsements, the contract is null and void with regards to accidents occurring when :

1. The insured vehicle is rented to a third party (unless you have purchased a trail pass dedicated to snowmobile rentals).
2. The insured vehicle is used for transport of explosives, or radioactive substances to be used in connection with education purposes, research, expansion, industry, or other relating fields.
3. The insured vehicle is used as a taxi, bus, or for as a mean for visits to tourist attractions.

EXCLUSIONS, LIMITATIONS OR REDUCTIONS OF GUARANTIES

BEWARE!

This insurance does not cover :

1. Damages resulting directly and accidentally to the snowmobile itself, to its equipment and accessories, or if they are stolen.
2. Bodily injuries that ;
 - ◆ Are covered by the automobile insurance law.
 - ◆ Are superseded by the law on work related accidents and work induced sicknesses.
 - ◆ Are compensated by the law on indemnification of victims of criminal acts, unless the law on automobile insurance is not applicable.
3. Imposed responsibility by laws relating to work accidents ;
4. Damages suffered under a Convention of direct Indemnification established in accordance with the law on automobile insurance.
5. Bodily injuries suffered by any person employed by the insured and in charge of operating or repairing the insured vehicle.
6. Even in the case of multiple insured*, the totals exceeding the amount of insurance indicated with the particular Conditions.
7. The fees relating to the subsidiary guarantees of the policy.

PROHIBITED

You may receive the insurer's refusal to your claim if you do the following ; you are to refrain from driving or operate the insured vehicle, or to allow anyone its usage :

1. Without being authorized by the law ;
2. If inapt to drive or to operate the vehicle ;
3. If you are under fourteen which is the required age for driving a snowmobile ;
4. For illegal means of transport or commerce ;
5. In any setting suggesting a race or a speed trial.

CANCELLATION OF THE POLICY

It is possible to cancel this liability insurance. In order to do so, you must submit your request in writing and send it by registered or certified mail within ten (10) within from the purchase date of the purchase of the trail pass. The cancellation notice must be received within ten (10) days in order for you to receive a reimbursement without any penalty.

Please note that the FCMQ has the right request proof that that you will be maintaining similar coverage another insurance policy. (See Notice of cancellation of an Insurance Contract at the end of this guide).

Following the ten (10) day delay, you can still cancel your policy, however certain penalties equivalent to the total premium are applicable.

The mailing address is listed below :

Insurance policy cancellation requests

Le Groupe 3PCS inc.

4545, avenue Pierre-de-Coubertin C.P. 1000, Succursale M
Montréal, (Québec) H1V 3R2

CLAIMS

To file a claim when calling 1-877-440-3666, you must declare to the Insurer any and all the information regarding any matter which may affect your liability insurance, and this, as soon as it occurs. If you do not follow the procedure stated above and consequently do not fulfill your obligation, this will cause the forfeiture of your right to indemnification.

At the insurer's request, you must inform him of the following :

- ◆ Circumstances surrounding the accident ;
- ◆ Its probable cause ;
- ◆ The nature and extent of damages ;
- ◆ The name of other insurance companies involved in the case.

You must also collaborate with the investigation and provide the Insurer, within the best possible delays, all copies of notices, letters, assignments and procedural acts received in relationship to a claim.

Insurer's response :

The insurer commits itself to follow suit to the claim as soon as possible.

Please read the insurer's engagements in the paragraph «SUBSIDIARY GUARANTEES».

Appeal and recourse regarding the insurer's decision.

You must have recourse to appropriate legal assistance in order to protect your rights in the event the insurer does not fulfill his obligation to defend you and refuses to assume your defense.

You may also contact the Office of Financial Services (Bureau des services financiers) or have recourse to a mediation service specializing in liability insurance being offered by the Office of Insurance of Canada (Bureau d'Assurance du Canada or BAC). You may also consult, at your own expense, a legal advisor.

ADMISSION OF RESPONSIBILITY AND COLLABORATION

At no time is the insurer indebted to any agreements that were concluded without the Insurer's knowledge and consent. You must not assume or admit to any responsibility, nor attempt to or resolve a claim unless it is at your own expense. You must collaborate with the Insurer regarding all matters of a claim.

IMPORTANT NOTE

You are entitled to double the amount of this current protection for an additional cost. For more information, please contact the Group 3PCS inc. at 1-877-440-3666. You can also contact your local insurance broker.

There are other similar insurance products available which may offer some of the protections mentioned in this guide. Before opting for this protection, you may want to check and see that you do not happen to already have a similar protection.

For additional information, please contact :

Le Groupe 3PCS inc.
4545, avenue Pierre-de-Coubertin
C.P. 1000, Succursale M
Montréal, (Québec)
H1V 3R2
Phone number for the Montreal region : 514-252-3211
Outside of Montreal and through out Quebec : 1-877-440-3666
Fax : 514-252-4728
Web site : WWW.3PCS.com
e-mail address : info@3pcs.com

If you would like to obtain additional information on the insurer and the distributor of the insurance program MaxNeige and their obligations towards you, we invite to communicate with :

Le Bureau des Services Financiers

140, Grande-Allée Est, bureau 300

Québec, (Québec) G1R 5M8

Phone number :

- ◆ Québec city region : 418-525-0027
- ◆ Outside of Québec city : 1-877-525-4811

Fax : 418-525-9512

e-mail address : renseignements@bsf-qc.com

Web site : WWW.bsf-qc.com

Notice of resolution of an insurance contract

Notice given by the distributor of article 440 on the law of distribution of financial products and services

APPLICABLE ONLY ON THE ANNUAL ACCESS RIGHTS OF CANADIAN RESIDENTS.

THE LAW ON THE DISTRIBUTION OF FINANCIAL PRODUCTS AND SERVICES GIVES YOU IMPORTANT RIGHTS.

◆ The law allows you to cancel the insurance contract you just signed for the purchase of the trail access right to the snowmobile trails, **without any penalties, within ten (10) days of the purchase of the annual right of access.** To do so, you must fill out the following two forms included in this guide :

- 1. Notice of contract cancellation for the liability insurance**
- 2. Commitment in regards to the Law on off-road vehicles**

◆ Despite the cancellation of the contract, your trail pass access right to the snowmobile trails will remain in force.

Beware that you may lose advantageous conditions that have been granted to you because of this coverage ; you should inquire from your insurer or the distributor about your coverage or refer to your insurance contract.

- ◆ After the expiration delay of ten (10) days, you may cancel your Insurance contract at any time but penalties equivalent to the total annual premium apply.
- ◆ The insurer or its representative pledges to process the reimbursement as quickly as possible. However, the insurer has until April 30th of each year to process the notices of resolution and to mail back the reimbursement of the insurance premium.
- ◆ For additional information, you may contact the Office of Financial Services (Bureau des services financiers) at : (418) 525-0027 or 1-877-525-4811.

NOTICE OF RESOLUTION OF THE LIABILITY INSURANCE CONTRACT APPLICABLE SOLELY ON THE ANNUAL ACCESS RIGHTS OF CANADIAN RESIDENTS.

To be sent to :

Le Groupe 3PCS inc.

MaxNeige Insurance Program

4545, avenue Pierre-de-Coubertin

C.P. 1000, Succursale M

Montréal, (Québec) H1V 3R2

(514) 252-3211

Date : _____

Write the sending date of this notice

According to Article 144 of the Law on the distribution of financial products and services, I am hereby canceling the insurance contract number _____

acquired on _____ at _____

(Purchase date)

(City)

Name of the insured (please print)

Signature of the insured

1. The following cancellation notice must be completely filled out, signed and sent by registered mail.
2. You will have to attach a photocopy of your right of access to snowmobile trails.
3. You must return the original certificate of insurance received upon purchase of the snowmobile trail access right.
4. We recommend that you keep a copy of the request of the resolution cancellation sent to the Groupe 3PCS inc for your own records.

In the event that the Law on the distribution of products and financial services applies, then, the following articles will apply as well.

439. A distributor may not subordinate the making of a contract to the making of an insurance contract with the insurer specified by the distributor. The distributor may not exercise undue pressure on the client or use fraudulent tactics to induce the client to purchase a financial product or service.
1998, c. 37, s. 439.

440. A distributor that, at the time a contract is made, causes the client to make an insurance contract must give the client a notice, drafted in the manner prescribed by regulation of the Bureau, stating that the client may cancel the insurance contract within 10 days of signing it.
1998, c. 37, s. 440.

441. A client may cancel an insurance contract made at the same time as another contract, within 10 days of signing it, by sending notice by registered or certified mail.
Where such an insurance contract is cancelled, the first contract retains all its effects.
1998, c. 37, s. 441.

442. No contract may contain provisions allowing its amendment in the event of cancellation or termination by the client of an insurance contract made at the same time.

However, a contract may provide that the cancellation or termination of the insurance contract will entail, for the remainder of the term, the loss of the favorable conditions extended because more than one contract was made at the same time.

1998, c. 37, s. 442.

443. A distributor that offers financing for the purchase of goods or services and that requires the debtor to subscribe for insurance to guarantee the reimbursement of the loan must give the debtor a notice, drawn up in the manner prescribed by regulation of the Bureau, stating that the debtor may subscribe for insurance with the insurer and representative of the debtor's choice provided that the insurance is considered satisfactory by the creditor, who may not refuse it without reasonable grounds. The distributor may not subordinate the making of the contract of credit to the making of an insurance contract with the insurer specified by the distributor.

No contract of credit may stipulate that it is made subject to the condition that the insurance contract subscribed with such an insurer remain in force until the expiry of the term, or subject to the condition that the expiry of such an insurance contract will entail forfeiture of term or the reduction of the debtor's rights.

The rights of the debtor under the contract of credit shall not be forfeited when the debtor cancels, terminates or withdraws from the insurance contract, provided that the debtor has subscribed for insurance with another insurer that is considered satisfactory by the creditor, who may not refuse it without reasonable grounds.

1998, c. 37, s. 443.

Commitment in regards to the Law on the off-road vehicles

(To be completed and signed by the snowmobile owner)

I, the undersigned, _____,

residing at _____

am making the following affirmations et am prepared to make the following commitments towards the Federation of Snowmobiling Clubs of Quebec (FCMQ) :

- ◆ I hold a liability insurance policy of at least 500 000 \$, which guarantees material or bodily damages caused unto others by the snowmobile described below :

_____ _____ _____
Make Model Year

Serial number : _____

- ◆ I will maintain an insurance policy in force at least up until November 1st 2003 ;
- ◆ I will notify without delay the FCMQ in writing of any policy cancellation of my liability insurance policy covering the snowmobile in question ;
- ◆ I will return without delay to the FCMQ my access right to the snowmobile trails without possibility of reimbursement, if the snowmobile is sold or if I don't maintain in force an automobile liability insurance policy of at least 500 000 \$;
- ◆ I do not hold responsible the FCMQ, its voluntary workers, administrators , representatives or its intervening parties of any and all responsibility coming from a lack of insurance protection on my part.

Signature of the snowmobile owner

_____/_____/_____
Date