

25-Year Insurance Backed Warranty

In addition to our comprehensive Standard Warranty, Canadian Solar has purchased product warranty insurance to “back-stop” our product warranty. This insurance applies to our warranty against workmanship and material defects and our performance warranty. Our standard warranty is as follows: 10-year warranty for material and workmanship, and a linear power performance warranty that guarantees the actual power output of its modules will be no less than 97% of the labeled power output during the first year of operation, and will decline by no more than 0.7% annually so that by the end of year 25 the actual power output will be no less than 80% of the module’s labeled power output.

This insurance policy, purchased through PowerGuard Specialty Insurance Services, is underwritten by the following three reputable investment grade insurance carriers:

Companion Property Casualty Insurance Company (A.M. Best Credit Rating: A VIII)
www.companiongroup.com

International Insurance Company of Hannover Limited (A.M. Best Credit Rating: A XV)
www.inter-hannover.com

RSUI Indemnity Company (A.M. Best Credit Rating: A XII)
www.rsui.com

Canadian Solar’s customers, whose panels have been registered by Canadian Solar, will enjoy a global, irrevocable, immediate coverage based warranty which provides third-party rights to the policy in case of insolvency or bankruptcy.

Highlights:

- Immediate coverage (no waiting period)
- 25-year non-cancellable term (even if Canadian Solar becomes insolvent or bankrupt)
- A.M. Best rated “A” VIII or better investment grade insurance underwriters (enhanced bankability)
- Insurance Program fully insures the Comprehensive Canadian Solar Warranty including design defect, workmanship and power output coverage
- Allowing Third-Party policy rights (satisfies investors/bankers requirements)