

# Other Damage in Property Insurance

## Insurance Product Information Document

Company: Ethniki General Insurance – Cyprus

Product: Machinery breakdown

This document provides a summary of key information about the Machinery breakdown product including the description of the main coverages, exclusions, restrictions and other information related to the insurance contract. Full pre-contractual and contractual information is provided in the Terms and Conditions which are available through its insurance intermediaries.

### What is this type of insurance?

This type of insurance provides cover against any unforeseen and sudden physical loss or damage to the Insured's machinery.



#### What is insured?

##### Main covers

- ✓ Unforeseen and sudden physical loss or damage to machinery from causes such as defects in casting and material, faulty design, faults at workshop or in erection, bad workmanship, lack of skill, carelessness, shortage of water in boilers, physical explosion, tearing apart on account of centrifugal force, short-circuit, storm, in a manner necessitating repair or replacement.
- ✓ Costs of dismantling, dismantling and erection/re-erection.
- ✓ Costs of material and wages incurred for the purpose of machinery repairs at the Insured's own workshop plus a reasonable percentage to cover overhead expenses.
- ✓ Ordinary freight.
- ✓ Custom duties and dues.

##### Optional covers

Charges incurred for overtime, night work, work on public holidays and express freight.

The sum insured is equal to the cost of replacement of the insured machinery by new machinery of the same kind and capacity, which means its cost of replacement including freight, custom duties and dues (if any) and cost of erection.



#### What is not insured?

- ✗ Loss of or damage to exchangeable tools, e.g. dies, moulds, engraved cylinders, parts which by their use and/or nature suffer a high rate of wear or depreciation, e.g. refractory linings, crushing hammers, objects made of glass, belts, ropes, wires, rubber tires, operating media, e.g. lubricants, fuels, catalysts.
- ✗ Loss or damage due to fire, direct lightning, chemical explosion (except flue gas explosions in boilers), fire extinguishing or subsequent demolition, aircraft or other aerial devices or articles dropped therefrom, theft, burglary or attempts thereat, collapse of buildings, flood, inundation, earthquake, subsidence, landslide, avalanche, hurricane, cyclone, volcanic eruption or similar natural catastrophes.
- ✗ Loss or damage for which a supplier, contractor or repairer is responsible either by law or under contract.
- ✗ Any consequence of war, invasion, act of foreign enemy, hostilities (whether war has been declared or not), civil war, rebellion, revolution, insurrection, mutiny, riot, strike, lock-out, civil commotion, military or usurped power, acts of a group of malicious persons or persons acting on behalf of or in connection with any political organization, conspiracy, confiscation, commandeering, requisition or destruction.
- ✗ Loss or damage caused by any faults or defects existing at the time of commencement of this policy within the knowledge of the Insured or his representatives.
- ✗ Loss or damage arising out of the willful act or gross negligence of the Insured or their representatives.
- ✗ Any consequence of nuclear reaction, nuclear radiation or radioactive contamination.
- ✗ Loss or damage as a direct consequence of the continual influence of operation (e.g. wear and tear, cavitation, erosion, corrosion, rust, boiler scale).
- ✗ Consequential loss.
- ✗ Liability of any kind or description.
- ✗ Costs of any alteration, additions, improvements or overhauls.



#### Are there any restrictions on cover?

- ! The policy shall apply to the insured items only after their successful completion of their performance acceptance tests.
- ! Cost of any provisional repairs shall be borne by Ethniki General Insurance (Cyprus) Ltd if such repairs constitute part of the final repairs and do not increase the total cost of repair.
- ! Ethniki General Insurance (Cyprus) Ltd shall make payments only after being satisfied by production of the necessary bills and documents that the repairs have been effected or replacement has taken place



#### Where am I covered?

- ✓ The machinery breakdown policy covers risks at the agreed insured location(s).



## What are my obligations?

The Insured must:

- **When taking out this policy:**
  - At his/her own expense, take all reasonable precautions and comply with all reasonable recommendations of Ethniki General Insurance (Cyprus) Ltd to prevent loss or damage and comply with statutory requirements and manufacturers' recommendation.
- **Once the policy is in effect:**
  - Immediately notify Ethniki General Insurance (Cyprus) Ltd either by teletype (telex, telefax, telegram) or by telephone confirmed in writing, giving an indication of any material change to the risk.
- **In the event of a claim:**
  - Immediately notify Ethniki General Insurance (Cyprus) Ltd either by teletype (telex, telefax, telegram) or by telephone confirmed in writing, giving an indication as to the nature and extent of the loss or damage within fourteen (14) days of the date of its occurrence.
  - Take all reasonable steps within his/her power to minimize the extent of the loss or damage.
  - Preserve the parts affected and make them available for inspection by a representative or surveyor of Ethniki General Insurance (Cyprus) Ltd.
  - Furnish all such information and documentary evidence as Ethniki General Insurance (Cyprus) Ltd may require.



## When and how do I pay?

Premiums can be paid via the following ways:

- Credit/Debit card
- Cash
- Remittance in the bank account of Ethniki General Insurance (Cyprus) Ltd
- Automatic charge order (Direct Debit)



## When does the cover start and end?

The cover is in force for the period indicated in the insurance contract.



## How do I cancel the contract?

The insurance policy can be terminated at the request of the Insured at any time.