



## Product Disclosure Sheet

(Please read this Product Disclosure Sheet before you decide to take up the Fire Cover. Be sure to also read the general terms and conditions)

# MACHINE AND EQUIPMENT INSURANCE

### 1. What is this product about ?

This policy will provide compensation if your machinery, equipment, furniture, fixtures and fittings kept and/or used within your premises suffers loss or damage caused by accidental means.

### 2. What are the covers / benefits provided ?

This policy covers loss or damage to your insured items caused by any unforeseen sudden and accidental cause such as fire and/or lightning, impact damage, theft etc other than those specifically excluded under the policy.

### 3. How much premium do I have to pay ?

The premium you have to pay may vary depending on occupation and construction of your premises, the sum insured, the age of insured items, and our underwriting requirements.

### 4. What are the fees and charges that I have to pay ?

| In addition to the premium, you have to pay: | Amount        |
|--|---------------|
| a. Government Service Tax, if applicable     | 5% of premium |
| b. Stamp duty                                | RM10.00       |

The premium that you have to pay includes the commissions paid to the intermediaries, if any, amounting to 25% of the premium.

### 5. What are some of the key terms and conditions that I should be aware of ?

- **Duty of disclosure** : You must disclose all material facts which you know or ought to know which would affect our underwriting consideration of your proposal, such as your insurance and loss history, any change in occupation of your building etc

You must ensure that the proposal form is completed accurately as it forms the basis of your insurance contract.

- **Sum Insured** - You must ensure that the your property is insured at an appropriate amount.
- **Basis of valuation** - You may choose to insure your property on Market Value or Reinstatement Value basis.
  - a. **Market value basis** – We will pay the cost of repairing the damaged property less the amount for wear, tear and depreciation.



- b. **Reinstatement value basis** – We will pay the full cost of repairing the damaged property without any deductions being made for wear, tear or depreciation, provided that the sum covered is adequate to cover the total cost of reinstating the property.
- **Impact of insufficient sum insured** – If the sum insured in your policy is less than the actual value of the property at the time of loss, you are deemed to have underinsured and have self insured the difference. This average condition will apply in the event of a claim.
- **Excess** - This is the amount you have to bear before we indemnify you of a loss.
- **Premium Warranty** – Premium must be paid and received by us within 60 days from the inception date of the cover, otherwise the cover is automatically cancelled and you will still be responsible to pay the proportion of premium for the period we have been on risk.

## 6. What are the major exclusions under this policy ?

This policy does not cover:-

- consequential loss
- conversion by the hirer or lessee and loss or damage caused by
- loss by confiscation or detention by authorities
- consequential loss, depreciation, wear and tear
- mechanical derangement breakdown failures or defects
- electrical burnout breakdown failures or defects
- loss or damaged caused by overloading or strain
- War, Civil War
- any act of terrorism

### NOTE

This list is not exhaustive. Please refer to the policy contract for the full list of terms and conditions under this policy.

## 7. Can I cancel my policy ?

You may cancel your policy at anytime by giving written notice to us. Upon cancellation, any refund of the premium would be based on the conditions stipulated in the policy contract.

## 8. What do I need to do if there are changes to my contact details ?

It is important that you inform us of any change in your contact details to ensure that all correspondences reach you in a timely manner.

## 9. What should you do in the event of loss ?

You must notify us in writing with full details as soon as possible. Early notification is required to avoid any prejudice to your claim.

## 10. What should you do when making a claim ?

You must submit your claim with all the supporting information and documents to us and give full cooperation to the adjusters/investigators appointed by us in assessing your claim



**11. Where can I get further information ?**

Should you require additional information about this insurance or any other types of insurance product, you can contact us or your insurance intermediary or visit our website [www.mpib.com.my](http://www.mpib.com.my)

Multi-Purpose Insurans Bhd  
8<sup>th</sup> Floor, Menara Multi-Purpose  
Capital Square,  
8, Jalan Munshi Abdullah  
50100 Kuala Lumpur  
Tel: 03-2034 9888  
Fax: 03-2694 5758

**12. Other types of similar insurance cover available?**

- Fire
- Burglary

**IMPORTANT NOTE:**

**YOU ARE ADVISED THE COVERAGE, EXCLUSIONS AND LIMITATION OF BENEFITS HIGHLIGHTED ARE NOT EXHAUSTIVE. THE FULL INFORMATION IS IN THE INSURANCE CONTRACT.**

**YOU SHOULD SATISFY YOURSELF THAT THIS POLICY WILL BEST SERVE YOUR NEEDS. YOU SHOULD READ AND UNDERSTAND THE INSURANCE POLICY AND DISCUSS WITH THE AGENT OR CONTACT US DIRECTLY FOR MORE INFORMATION.**

The information provided in this product disclosure sheet is valid as at 01/01/2010.