

PRODUCT DISCLOSURE SHEET

Please read this Product Disclosure Sheet before you decide to take up the following product and please seek clarification from our Agent if you do not understand any of the terms herein.
Be sure to also read the general terms and conditions of the policy.

Contractors' All Risks Insurance

The benefit(s) payable under eligible certificate/policy/product is(are) protected by PIDM up to limits. Please refer to PIDM's TIPS Brochure or contact The Pacific Insurance Berhad or PIDM (visit www.pidm.gov.my).

1. What is this product about?

This policy is designed to meet the insurance obligations placed upon Contractors under the contract conditions. The policy covers the work to be executed in accordance with the contract, temporary works, materials, construction plant and equipment brought into the site and liabilities arising out of the performance of the contract.

2. What are the covers / benefits provided?

- **Section I – Material Damage**
It covers almost any sudden and unforeseen physical loss or damage occurring (except as specifically excluded in the policy) to the contract works/property/items insured, during the period of insurance.
- **Section II – Third Party Liability**
This Section is in respect of third party liability for which we shall become legally liable to pay as damages consequent upon:
 - (i) accidental bodily injury to or illness of third party
 - (ii) accidental loss or damage to property belonging to third party

Duration of cover corresponds with the contract period which is stipulated in the Letter of Award.

3. How much premium do I have to pay?

The total premium that you have to pay may vary depending on the risk exposure and our underwriting requirements:

Estimated contract value : RM _____

Rate applicable : _____ %

The estimated total premium that you have to pay is : RM _____

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

Type	% / Amount
Commission paid to the insurance intermediaries (if any)	15% of gross premium / RM XX (commission % is according to class of business)
Service Tax	The applicable Service Tax
Stamp Duty	RM10.00

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

- Importance of disclosure
 - **Non-Consumer Insurance Contract**
Pursuant to Paragraph 4(1) of Schedule 9 of the Financial Services Act 2013, if you are applying for this Insurance for a purpose related to your trade, business or profession, you have a duty to disclose any matter that you know to be relevant to our decision in accepting the risks and determining the rates and terms to be applied and any matter a reasonable person in the circumstances could be expected to know to be relevant, otherwise it may result in avoidance of your contract of insurance, refusal or reduction of your claim(s), change of terms or termination of your contract of insurance.

The above duty of disclosure shall continue until the time your contract of insurance is entered into, varied or renewed with us. You also have a duty to tell us immediately if at any time after your contract of insurance has been entered into, varied or renewed with us any of the information given is inaccurate or has changed.
- Any extension of the contract period can be considered subject to advance notification to us via written declaration and submission of additional documents.
- You must ensure that your sum insured stated in the Schedule shall not be less than
 - (a) the full value of the contract works at the completion of the contract
 - (b) the replacement value of construction, plant and machinery (if any)
- If the sum insured stated in the Schedule is less than the amount required to be insured at the time of loss (i.e. under-insurance), you are deemed to be self-insuring the difference. The average condition will apply in the event of a claim.
- Contribution Condition – If at the time any claim arises under the Policy there is any other insurance covering the same loss, damage or liability, we shall not be liable to pay or contribute more than its rateable proportion of any claim for such loss, damage or liability.

6. What are the major exclusions under this policy?

This policy does not cover losses such as:

- War, Civil War and any act of Terrorism
- Radioactive and nuclear energy risks
- Willful acts or willful negligence
- Wear and tear
- Faulty design
- The cost of replacement, repair or rectification of defective material and/or workmanship
- Mechanical and/or electrical breakdown or derangement of construction plant and machinery
- Consequential loss of any kind
- Seepage, Pollution and Contamination

Note: This list is non-exhaustive. Please refer to the sample policy contract for the full list of exclusions under this policy.

7. Can I cancel my policy?

There is no cancellation condition under this policy.

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. Where can I get further information?

Should you require additional information about our Contractors' All Risks Insurance or any other types of insurance product, you can contact us or any of our branches or you can obtain a copy from our insurance agent or visit www.pacificinsurance.com.my

If you have any other enquiries, please contact:

The Pacific Insurance Berhad,
40-01, Q Sentral, 2A Jalan Stesen Sentral 2, Kuala Lumpur Sentral, 50470 Kuala Lumpur, Malaysia.
Tel: +603-2633 8999 Fax: +03-2633 8998 Toll Free line: 1800 88 1629
Email: customerservice@pacificinsurance.com.my Website: www.pacificinsurance.com.my

10. Other types of similar insurance cover available?

None.

11. Acknowledgement

I/We acknowledge that the above key contract terms have been adequately explained to me/us.

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Signature

IMPORTANT NOTE:

1. You must ensure that your property is insured at the appropriate amount.
2. You should read and understand the Insurance Policy and discuss with the Insurance Agent or contact The Pacific Insurance Berhad for more information.
3. The information provided in this Product Disclosure Sheet is valid as at 7 Dec 2020.
4. The Pacific Insurance Berhad is licensed under the Financial Services Act 2013 and regulated by Bank Negara Malaysia.