

PROSPECTUS AND SALES LITERATURE

STANDARD FIRE AND SPECIAL PERILS POLICY

Scope of Cover

This is a 'named peril' policy covering a set of 12 named perils. This policy is given when the risk becomes operational and it covers losses occurring due to manmade and natural catastrophic perils like Fire, Lightning, Explosion / Implosion, Aircraft Damage, Riot, Strike & Malicious Damage, Storm related perils, Impact Damage by rail / road vehicle, Subsidence / Landslide / Rockslide, Bursting and overflowing of water tanks, Missile testing operations, Leakage from automatic sprinklers and Bush fire.

Main Exclusions

The policy would exclude loss or damage due to perils like war, nuclear / radioactivity, pollution, electrical / mechanical breakdown, loss of market, consequential losses which are specified as general exclusions under the policy. Besides these exclusions, other perils which are not listed under coverage are also excluded like theft / burglary, accidental impact damage as it is a 'named peril' policy.

Sum Insured

It is an indemnity policy and would pay for the actual value of the items immediately before the occurrence of loss. Hence, there would be deduction for depreciation in case of used assets in the standard policy. However, there is a provision for settlement without depreciation by opting reinstatement value clause.

Premium

The main risk factors that would determine the basic rate for this product would be nature of occupancy, geographical location, construction, types of fire protection appliances, nature of goods, past loss experience, deductibles and coverage. There would be other factors like surrounding exposure, age of the asset, housekeeping, maintenance, electrical fittings, value concentration etc. which would be used for loading / discounting of the base rates.

Main Extensions

We can further increase the scope of cover with the help of 'add on covers' by paying additional premium. Some of the important add on covers are listed below:

- ✓ Earthquake (Fire & Shock)
- ✓ Spontaneous Combustion

- ✓ Deterioration of stocks in cold storage
- ✓ Impact Damage due to own vehicles
- ✓ Omission to insure additions
- ✓ Terrorism
- ✓ Loss of Rent
- ✓ Rent for alternate accommodation
- ✓ Forest Fire

Note: For further details on the above policy, please visit our office nearest to you. Our executives will be pleased to furnish further details.