



IMPORTANT NOTE

Please read this Product Disclosure Sheet before you decide to take out a **Contractors' All Risks Insurance Policy**. Be sure to also read the general terms and conditions stated in the policy.

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?

This policy has two sections, namely:

- **Section I – Material Damage**

It covers any unforeseen and sudden physical loss or damage from any cause, other than those specifically excluded under the policy:

- a. To the contract work executed
- b. To the contractor's plant, machinery and equipment used for the contract at work site
- c. To Principal's existing property

- **Section II – Third Party Liability**

It covers the contractor for all sums which he shall become legally liable to pay as damages consequent upon:

- a. Accidental bodily injury to or illness of third parties (whether fatal or not)
- b. Accidental loss of or damage to property belonging to third parties occurring in direct connection with the construction of the items insured under Section I and happening on or in the immediate vicinity of the work site during the period of cover.

Duration of cover corresponds with the contract period including maintenance period as stipulated in the Letter of Award. You need to purchase a new insurance policy to cover each project undertaken.

3. How much premium do I have to pay?

The total premium that you have to pay may vary depending on the Contract Value, the scope of work of the project to be executed, the risk exposure, the extensions to basic cover required.

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

The fees and charges that you will have to pay are:

- Service Tax is chargeable on the premium at the prevailing rate, where applicable
- Stamp Duty of RM10.00
- Agent's Commission (if any) which is 15% of the gross premium

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

- **Duty of Disclosure**

You must give all the facts in your application form fully and faithfully otherwise your policy may be void.

- **Duty of Assured**

You shall take all reasonable precautions and comply with all reasonable recommendations to prevent loss, damage or liability and comply with statutory requirements and manufacturer's recommendations.

- **Change in Risk**

You must inform us or your agent in writing on any material changes during the policy period so that the necessary amendments are endorsed into your policy.

- **Sum Insured**

You must ensure that your sum insured stated in the Schedule is adequate. If the sum insured stated in the Schedule is less than the amount required to be insured at the time of loss, you are deemed to be self-insuring for the difference. The average condition shall apply in event of a claim.

- Any extension of the contract period may be considered subject to advance notification to the company in writing and submission of relevant documents

- **The Excess (if any)**

Is the amount of loss you have to bear if in the event of a claim.

- **Premium Warranty**

Except for projects risk where period of cover could be less than 60 days, the annual policy is subject to Premium Warranty. Please ensure to pay your premium within 60 days from the policy inception date.

6. What are the major exclusions under this policy?

This insurance does not cover:

- Faulty design
- The cost of replacement, repair or rectification of defective material and/or workmanship
- Wear and tear, corrosion, oxidation, deterioration due to lack of use and normal atmospheric conditions
- Loss or damage to construction plant, equipment and construction machinery due to electrical or mechanical breakdown.
- Consequential loss of any kind or whatsoever including penalties, losses due to delay etc.
- Loss, damage or liability caused by or arising out of :
 - War, riot, strike, civil commotion
 - Nuclear reaction, nuclear radiation or radioactive contamination
 - Willful act or willful negligence
 - Cessation of work whether total or partial

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

7. Can I cancel my policy and how do I cancel it?

There is no cancellation conditions provided in the 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 changes to your contact details. This is to ensure that all the correspondence will reach you in a timely manner.

9. Where can I get further information?

Should you require additional information about this product or any other types of insurance products, you may contact us directly or any of our branches or your insurance agent at your convenience. Alternatively, you may visit our website at www.tuneprotect.com/my.

10. Tune Insurance Malaysia Berhad contact details

Tune Insurance Malaysia Berhad
Level 9, Wisma Tune, No 19, Lorong Dungun,
Damansara Heights, 50490 Kuala Lumpur

Telephone 1800 88 5753
Fax +603 2094 1366
Email hello.my@tuneprotect.com



IMPORTANT NOTE

YOU MUST ENSURE THAT YOUR PROPERTY IS INSURED AT THE APPROPRIATE AMOUNT. YOU SHOULD READ AND UNDERSTAND THE INSURANCE POLICY OR CONTACT THE INSURANCE COMPANY DIRECTLY FOR MORE INFORMATION.