

Marine Cargo Insurance

PRODUCT DISCLOSURE SHEET

(Read this Product Disclosure Sheet before you decide to take out the Marine Cargo Insurance. Be sure to also read the general terms and conditions.)

Date:

1. What is this product about?

Marine cargo insurance covers the risks of physical loss or damage to goods and merchandise while in transit by any method or conveyance including storage which is incidental to the ordinary course of transit

2. What are the covers / benefits provided?

(a) Institute Cargo Clause (A) 1.1.82 / 1.1.09

This is the most comprehensive form of cover, which provides All Risks coverage except as provided in the exclusions

(b) Institute Cargo Clause (B) 1.1.82 / 1.1.09

It provides restricted coverage against:-

- Fire or explosion
- Vessel or craft being stranded grounded sunk or capsized
- Overturning or derailment of land conveyance
- Collision or contact of vessel with any external object
- Discharge of cargo at port of distress
- Earthquake, volcanic eruption or lightning
- General average sacrifice
- Jettison or washing overboard
- Entry of sea, lake or river water into vessel, craft, hold, conveyance, container liftvan or place of storage
- Total loss or any package lost overboard or dropped whilst loading on to or unloading from vessel

(c) Institute Cargo Clause (C) 1.1.82 / 1.1.09

It provides limited coverage against:-

- Fire or explosion
- Vessel or craft being stranded grounded sunk or capsized
- Overturning or derailment of land conveyance
- Collision or contact of vessel with any external object
- Discharge of cargo at port of distress
- General average sacrifice
- Jettison

(d) Coverage can be extended by paying additional premium rate on the following risks

- War as provided in the Institute War Clauses (Cargo)
- Strikes as provided in the Institute Strike Clauses (Cargo)

(e) Duration of Cover

(1) Institute Cargo Clauses 1.1.82

The cover commences when the goods leaves the warehouse or at the place of storage named in the policy for the commencement of transit continues during the ordinary course of transit and terminates either:

- On delivery to the consignee' or final warehouse or place of storage at destination named in the policy
- On delivery to any other warehouse or place of storage, whether prior to or at the destination named in the policy which the Assured elect to use either
 - For storage other than in the ordinary course of transit OR
 - For allocation or distribution
 - On expiry of 60 days after completion of discharge overside of the goods hereby insured from the oversea vessel at the final port of discharge

Whichever shall first occurred

(2) Institute Cargo Clauses 1.1.09

The cover commences when the goods is first moved in the warehouse or at the place of storage named in the policy for the purpose of the immediate loading into or onto the carrying vehicle or other conveyance for the commencement of transit continues during the ordinary course of transit and terminates either:

- i. On completion of unloading from the carrying vehicle or other conveyance in or at the final warehouse or place of storage at destination named in the policy
- ii. On completion of unloading from the carrying vehicle or other conveyance in or at any other warehouse or place of storage, whether prior to or at the destination named in the policy which the Assured or employees elect to use either for storage other than in the ordinary course of transit or for allocation or distribution or
- iii. When the Assured or their employees elect to use any carrying vehicle or other conveyance of any container for storage other than in the ordinary course of transit OR
- iv. On expiry of 60 days after completion of discharge overside of the goods hereby insured from the oversea vessel at the final port of discharge

Whichever shall first occurred

3. How much premium do I have to pay?

The total premium that you have to pay may vary depending on the coverage, terms and conditions:-

Type of coverage selected: ICC (A)___% ICC (B)___% ICC (C)___%

Plus additional cover: _____(%)

Total premium rate: _____(%)

The estimated total premium: Total Premium Rate (%) on sum insured of RM_____

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

What you have to pay in addition to the premium

Amount

Tax (where applicable)

RM_____

Stamp duty

RM10.00

What is included in the premium

Amount

Commission paid to the insurance intermediaries (if any)

15% of premium

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

- Importance of disclosure - you must disclose all material facts that you know or ought to know, otherwise your policy may be invalidated
- Goods insured are based on the prime cost of the goods or merchandise plus the expenses of and incidental to shipping, the freight for which you are liable, and the charges of insurance.
- The excess (if any) is the amount of loss you have to bear if your goods are loss or damage

6. What are the major exclusions under this policy?

- Wilful misconduct of the Assured
- Ordinary leakage, loss in weight or volume, wear and tear
- Insufficiency or unsuitability of packing
- Inherent vice of cargo
- Delay
- Insolvency of financial default of owners managers charterers or operators of vessel
- Unseaworthiness of vessel or craft
- Deliberate damage or destruction (B & C Clauses only)
- Nuclear weapons
- War and Strike
- Piracy (but covered under Clause A)
- Terrorism

7. Can I cancel my policy?

There is no provision for cancellation under the terms and conditions of 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 changes in your contact details to ensure that all correspondence reach you in a timely manner

9. Where can I get further information?

If you have any enquiries, please contact us at: **Zurich General Insurance Malaysia Berhad**
Level 23A, Mercu 3, No. 3, Jalan Bangsar, KL Eco City, 59200 Kuala Lumpur, Malaysia
Tel: 03-2109 6000 Fax: 03-2109 6888 E-mail : callcentre@zurich.com.my

10. Other types of Marine Cargo Insurance cover available

- Goods in Transit policy

IMPORTANT NOTE:

ZURICH GENERAL INSURANCE MALAYSIA BERHAD IS LICENSED UNDER THE FINANCIAL SERVICES ACT AND REGULATED BY BANK NEGARA MALAYSIA.

IF THE PROPOSAL / DECLARATION OF THE POLICYHOLDER / INSURED IS UNTRUE OR MISPRESENTED / MISSTATED IN ANY RESPECT, THEN THIS POLICY MAY BE VOID.

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

The information provided in this disclosure sheet is valid as at

IMPORTANT NOTICE

All premium and fees shown in this document may be subject to tax or other government levies.