

Date:



TOKIO MARINE
INSURANCE GROUP

Product Disclosure Sheet

Machinery Breakdown Insurance

Read this Product Disclosure Sheet before you decide to take up the Machinery Breakdown Insurance. Be sure to also read the general terms and conditions.

IMPORTANT NOTICE

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 [Tokio Marine Insurans \(Malaysia\) Berhad](#) or [PIDM](#) (visit www.pidm.gov.my).

1. What is this product about?

This policy provides insurance cover for plant, machinery and mechanical equipment at work, at rest or during maintenance operations.

2. What are the covers / benefits provided?

This policy provides cover against sudden and unforeseen physical damage to your machinery whether at work or at rest and during cleaning, inspection, over-hauling, and removal to another position within the premises during subsequent re-erection.

Duration of cover is for one year. You need to renew your insurance policy annually.

3. How much premium do I have to pay?

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

Sum insured : RM _____

Rate applicable : _____%

The premium that you have to pay is : RM _____

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

- Service Tax : 8%
- Stamp duty : RM10.00
- Commissions paid to the insurance intermediaries (if any) : 15% of premium or RM _____

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.
- You must ensure that your sum insured should always be the New Replacement Value of the machinery. This includes the value of the new items, custom duties, transportation and installation costs.
New Replacement Value - we will pay the full cost of replacing or reinstating the damaged property by the same kind and capacity. In the event that the property is no longer available in the market, we will replace you with the nearest model provided its value does not exceed the sum insured stated in the Schedule.
- If the sum insured 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. Every item if more than one shall be subject to this condition separately.
- 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 :

- Loss of or damage to exchangeable tools, catalyst
- Loss or damage due to fire & allied perils, flood, collapse of building, landslide
- Loss or damage due to burglary, theft
- Loss or damage for which a contractor, supplier or repairer is responsible either by law or under contract
- Loss or damage caused by existing defects or faults
- War, Civil War and any act of Terrorism
- Radioactive and nuclear energy risks
- Willful acts or willful negligence
- Loss or damage as a direct consequence of the continual influence of operation (e.g wear & tear)
- Consequential loss or liability of any kind

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?

You may cancel your policy by giving written notice to us. Upon cancellation, you are entitled to a refund of the premium less premium based on our short period rates for the period of the policy which has been in force, subject to the minimum premium to be retained by us. No refund premium is allowed if there is a claim under 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 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 Machinery Breakdown insurance or any other types of insurance product, you can contact your insurance intermediary or any of our branches or visit our website at www.tokiomarine.com

Tokio Marine Insurans (Malaysia) Berhad
Level 20, Menara Hap Seng 3,
Plaza Hap Seng, No. 1, Jalan P. Ramlee,
50250 Kuala Lumpur.

Customer Service Hotline: 1800 88 0812
Email: letusknow@tokiomarine.com.my

10. Other similar types of cover available

- None

IMPORTANT NOTE

You should read and understand the insurance policy and discuss with your insurance intermediary or contact us directly for more information. The information provided in this disclosure sheet is valid as at 01/03/2024

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