



GA INSURANCE LIMITED

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PROPOSAL FOR MACHINERY BREAKDOWN

Agency Policy No.

Risk Date

First PremiumRenewal Premium

Name of Proposer in full

Address.....

Situation of Plant.....

Trade or Business.....

I/We desire to insure with the company the plant described on the attached Proposal Schedules and I/We warrant that the statements and particulars on this Proposal and on the attached Proposal Schedules are true and complete and that nothing materially affecting the risk has been concealed by me/us. I/We agree that this Proposal, attached Schedules and declaration shall be incorporated in an taken as the basis of the proposed contract between me/us and the Company and I/We agree to accept a Policy in the Company’s usual form for this class of business.

Signature.....

Date

DESCRIPTION OF POLICY COVER

The Company's Machinery Breakdown Policy is applicable to all types of Engineering Plant and Machinery whether Mechanical or Electrical – driving or driven, and including Boilers, Pressure Vessels or Containers and Lifting Appliances. The Policy is designed to indemnify the Insured against loss or damage encountered in the working of Plant and Machinery which in spite of care and maintenance expended by the User may well involve the User in heavy costs for repair or replacement consequent upon an insured accident.

Basic Cover

Breakdown means any sudden and unforeseen loss or damage and including inter alia loss or damage arising from

- 1) careless incompetent or negligent acts of employees or third parties
- 2) structural defects material defects or defects of design or assembly
- 3) fortuitous working accidents such as vibration and maladjustment loosening of parts abnormal stresses molecular fatigue centrifugal force excessive speed defective or accidental lack of lubrication seizure water hammer or local overheating (except in the case of boilers or similar plant when followed by explosion) failure of or faults in protection devices.
- 4) falling impact collision or similar occurrences obstruction or the entry of foreign bodies.
- 5) storm frost or drifting ice
- 6) the effect of electric current following excessive or insufficient voltage failure of insulation short circuits open circuits or arcing or the effect of static electricity.

The cover applies whilst the plant is

- a) working or at rest
- b) being dismantled moved or re-erected for the purpose of cleaning inspection repair or installation in another position within the situation.

EXCEPTIONS

1. Loss or damage arising from
 - a) fire, lightning, explosion, aircraft, theft, flood, subsidence, collapse of buildings or escape of water from water-containing apparatus, convulsions of nature or atmospheric disturbances
 - b) testing, intentional overloading or experiments involving the imposition of abnormal conditions
 - c) war risks, riot and civil commotion and radioactive contamination risks
2. Normal wear and tear, deterioration, corrosion, rust, boiler scale, slowly developing flaws or defects or scratching of painted or polished surfaces.
3. Willful negligence of the Insured
4. Loss of use or other consequential losses
5. Loss of or damage to foundations, masonry, exchangeable or replaceable part or attachments.

DEFINITIONS

EXPLOSION means the sudden and violent rending of the Plant by force of internal steam or other fluid pressure (other than pressure of ignited flue gases) causing bodily displacement of any part of the Plant together with forcible ejection of the contents.

COLLAPSE means the sudden and dangerous distortion (whether or not attended by rupture) of any part of the Plant caused by crushing stress by force of steam or other fluid pressure (other than pressure of ignited flue gases).

EXCEPTIONS

1. (a) wearing away or wasting of the material of the plant
(b) Slowly developing deformation or distortion of the plant
(c) Overheating cracks fractures blisters laminations flaws grooving or failure of joints even when accompanied by leakage or the failure of individual tubes.

but Explosion or Collapse arising from such defects is not excluded

2. Damage during the application of a hydraulic test
3. Loss or damage arising from flood inundation convulsions of nature atmospheric disturbances war risks riot and civil commotion and radioactive contamination risks
4. Willful negligence of the Insured
5. Loss of us or other consequential losses

OPTIONAL EXTENSIONS OF COVER

- A. Flue Gas Explosion Damage to Boilers and Economizers
- B. Labor Overtime and Express Freight additional costs
- C. Damage due to Overheating
- D. Damage due to Cracking and/or Joint Leakage
- E. Damage from Extraneous Causes

The Sum Insured should be selected by the Insured – either a specific amount on each item listed or a group indemnity over the whole but this should always be sufficient to take care of the Surrounding Property and Public Liability aspects.

The cover is subject to the User maintaining the Plant and Machinery in good working order and observing all Government or other official regulations relating to condition operation and inspection. It is also conditional on the production of satisfactory inspection reports provided by an approved competent person at the Insured's own expense.

Proposal Schedule for Plant to be Insured

(Proposal Schedule to be attached)

-
1. Working Situation/location of the Plant and Machinery
-
2. Is Plant a fixture at above address or in use at various addresses?
-
3. Is proposer aware of any defect in the plant
-
4. Give details of any known previous defects, Major repairs or accident
-
5. Nearest centre for repairs
-
6. (a) what arrangements are made for and who carries out the regular maintenance and regular inspection of the Plant?
- (b) Date of last overhaul or Maintenance Service
-
6. What Statutory Rules/Regulations for Inspection apply?
-
8. Is the last Statutory Report/Certificate up to date and satisfactory?
(Last Report/Certificate to be produced)
-
9. Date of last thorough examination of the plant and by whom made
-
10. Is there any unusual or abnormal hazard in connection with the operation of the Plant?
-
11. Has any Company or Underwriter for the plant proposed
- (a) Declined to insure or refused withdrawn or cancelled insurance?
- (b) Imposed any special limitations or increased premiums?
If so, give details
-
12. Number of shifts worked per day
-

PROPOSAL SCHEDULE (Continued)

Ref. No.	Description and type Amount including for:- ROTATING & ELECTRICAL Excess MACHINERY: Horsepower, Kilowatts or Kilo-Volts-Amps and Proposer Revs per minute. ENGINES: Approx. diameter And number of Cylinders. BOILERS: Evaporative Capacity per hour. PRESSURE VESSELS & CONTAINERS: Approx. Dimensions. LIFTING MACHINERY. Max Load length of jib or Span. Number of Electric Motors with H.P.	Maker's Name, Address and year of make	For ENGINES and TURBINES: Method of drive (by Ropes, belts Direct or through Gearing)	Max Working Pressure Load on Safety Valve	Sum Insured (Re- placement as new value)	of to be by

NOTE: Economizers, Super heaters and Steam and Feed Pipe Ranges should be separately listed.

Please indicate optional extensions of cover required with sum Insured where necessary

	Risks	Sum Insured	Annual Premium (Office Use Only)
A.	Explosion damage to Boilers and other Pressure plant	Included in above	
B.	Flue Gas Explosion damage to Boilers And Economizers	Included in above	
C.	Labor Overtime and express freight Additional costs	Included in above	
D.	Damage to foundations and masonry		
E.	Damage to Insured's other Surrounding Property		

This Proposal Schedule forms part of the proposal and Declaration made by me/us on

Date

Signature of Proposer.....