



Small Craft Insurance Policy

This is your GasamMamo Insurance Limited **Small Craft Insurance Policy**. It explains in detail your insurance protection. Please read it carefully and keep it in a safe place.

The Contract of Insurance

The Small Craft Policy is a contract between GasanMamo Insurance Limited and you, the policyholder, and is formed by your proposal and this Policy document.

On the basis of disclosures and the declaration made by you in your proposal and, subject to the terms of the Policy and any endorsements to it, GasanMamo Insurance Limited will insure you against any legal liability, loss or damage, which may occur during the period of insurance for which we have accepted your premium.

On behalf of GasanMamo Insurance



Albert P. Mamo
Managing Director

GasanMamo Insurance Limited
Head Office: Msida Road, Gzira GZR 1405, Malta

Definitions

The words set out below will, whenever they appear in this policy, have the following meanings:

anti-theft device

A device sold and marketed as a secure method of preventing theft.

competent person

A person who has the experience and knowledge to drive and handle a craft like the insured craft and is 18 years of age or over. A competent person must also be in possession of any necessary permits and/or licenses required by the law.

craft

The craft shown in the schedule including machinery and outboard motors. It also includes gear and equipment that would normally be sold with the craft; and gear, equipment and outboard motors if separately housed ashore.

endorsement

A variation to the terms of the policy.

immediate family

Your mother, father, sister, brother, wife, husband, your partner who lives with you, daughter or son.

in commission

The period when the craft is not required to be laid up and may be used in navigation for the purpose stated on the Schedule subject to any restrictions noted in the schedule. You are insured whilst your craft is on land and on water and including whilst being lifted into or out of the water but not during any major refit or repair.

laid up

The period (if any) noted in the Schedule when the craft must not be used for any purpose except for dismantling, preparing for fitting out or customary overhauling and servicing. The craft must be laid up at the place noted in the Schedule.

It is not covered whilst undergoing major repairs or alterations unless specifically agreed by us.

loss of limbs

Loss by physical severance at or above the wrist or ankle or the total permanent and permanent loss of use of an entire hand, arm, foot or leg.

loss of sight

Complete and irrecoverable loss of sight.

Malta

For the purposes of this policy we regard Malta as consisting of the Territorial Waters of the Maltese Islands.

permanent total disablement

Permanent and total disablement from engaging in or attending to any form of profession or occupation.

the period of insurance

Any period for which we have accepted your premium.

the policyholder/you

The person or persons shown on the schedule under 'Name of Insured'.

the schedule

Details of the policyholder and the craft insured. The schedule forms part of the policy.

total loss

- a) A loss where the craft or any item separately insured is completely destroyed or irretrievably lost.
- b) A constructive total loss arises where the craft is beyond economic repair, where the costs would exceed the amount shown in the schedule as the insured value of the craft.

warranty

A warranty applying to the policy stipulates the existence of particular facts or circumstances. If any warranty is not complied with there is no cover.

we/us/our

GasamMamo Insurance Limited.

Section 1 – Loss or damage to the craft

This policy covers the craft and equipment as described in the Schedule against loss or damage caused by the following:

Special Exclusions / Conditions (see also Conditions and Exclusions applying to Section 1 and also General Exclusions)

Loss or damage to the craft and equipment as described in the schedule caused by external accidental means including but not limited to:

Theft

- Warranted trailers are securely immobilised by an anti-theft device to the towing vehicle or to a fixed and immovable object, or they are placed in locked premises
 - Warranted outboard motors are securely locked to the craft by an anti-theft device in addition to the normal method of attachment, or the loss or damage follows forcible entry to the craft or place of storage.
 - Warranted loss or damage to gear, equipment, machinery, personal effects or special equipment, follows forcible entry to the craft or place of storage.
 - Excluding loss or damage to the insured craft whilst the trailer on which the insured craft is being transported is unhitched from the towing vehicle unless the trailer is secured by a wheel clamp.
 - No theft cover shall apply for outboard motors unless the serial number is provided to the Company and is noted in the Schedule.
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Stress of Weather

No special exclusions (but see General Exclusions)

Stranding or Sinking

No special exclusions (but see General Exclusions)

Collision or Contact

No special exclusions (but see General Exclusions)

Fire or Lightning

No special exclusions (but see General Exclusions)

Explosion

No special exclusions (but see General Exclusions)

Bursting of Boilers

No special exclusions (but see General Exclusions)

Breakage of Shafts, Struts and Propellers	No special exclusions (but see General Exclusions)
Malicious acts or Vandalism	No special exclusions (but see General Exclusions)
Accidents in Loading or Unloading	We do not insure any liability to third parties during this time
Transit by Road or Ferry within Malta	We do not insure any liability to third parties during this time
Loss or damage to outboard motors through dropping off or falling overboard	No cover is applicable if the serial number is not provided to the Company and such is noted in the Schedule.
Loss or damage to oars and sculls, wet suits, water skis and tow ropes.	Provided the loss or damage follows an accident to the craft or theft by forcible entry to the craft or place of storage
Racing risks (for Sailing Craft only)	No special exclusions (but see General Exclusions)

Conditions Applying to Section 1– Loss of Damage to the craft (including the Additional Benefits below)

Deductions not exceeding one-third of the cost of new items replacing old, may be made by us in the case of sails, spars, standing and running rigging and outboard motors.

If a payment is made for damage that is unrepaired and the craft is subsequently a total loss, the amount of the original payment will be deducted from any settlement figure.

Claims for damage will be paid on the basis of the cost of repair less the stated excess. If the costs exceed the sum insured for the craft or any item separately stated in the schedule then the craft or item will become a constructive total loss.

An adjustment will also be made, where applicable, in the settlement of your claim if the total sum insured is inadequate at the time of the loss or damage.

We will not be liable to pay more than the sum insured in the schedule for any one accident or theft. This includes a series of accidents resulting from any one event.

Whilst in transit the insured craft must be:

- carried on a trailer fit for the purpose and towed by a suitable vehicle; or
- secured or fastened to a vehicle roof rack, provided this is a suitable method of transit for your boat.

Exclusions Applying To Section 1 – Loss Or Damage To The Craft (including the Additional Benefits below)

This policy does not insure:

1. Loss or damage caused by wear and tear, corrosion, loss of value because of use or age or following a repair, depreciation, deterioration, vermin, insects or fungus.
2. The cost of replacing or repairing any part due to a latent defect, faulty design or construction.
3. Loss or damage to motors, electrical machinery, batteries and their connections caused by:
 - a) frost.
 - b) latent defects.
 - c) mechanical and/or electrical failure or derangement.
4. The cost of making-good any defect in repairs or alterations instructed by the policyholder, which result from either negligence or breach of contract.
5. Loss or damage to:
 - a) moorings, nets, fishing gear, personal effects and consumable stores.
 - b) oars and sculls.
 - c) wet suits, water skis, tow ropes or any other equipment used in connection with watersport activities.
 - d) aqualungs, gas bottles and compressors or any other form of diving equipment.
6. Scratching, denting or bruising arising whilst in transit.

Additional Benefits

Sighting Costs

We will pay for the cost of inspecting the underwater part of the hull of the insured craft after a stranding even if there is no damage up to a limit of €1,000.

Fire Extinguishing Appliances and Safety Flares

We will pay for the cost of replenishing fire fighting appliances and safety flares following a fire on board the insured craft up to a limit of €250.

Emergency and Salvage Charges

This policy also covers all expenses reasonably and necessarily incurred, up to the sum insured, in the safeguarding and/or recovery of the craft where the expenses are designed to minimise a loss covered by the policy.

Legal Costs

We will be responsible for all Legal Costs you have incurred with the written consent of GasanMamo Insurance Limited.

Section 2 – Liabilities

This policy insures you for all sums you become legally liable to pay by reason of your interest in the craft for accidents happening on and about the craft, including:

1. Death or bodily injury to any one during embarking, disembarking or whilst on board the craft.
2. Liability to and incurred by any one engaged in water skiing or aqua-planing whilst being towed or preparing to be towed and whilst on board the craft.
3. Damage to any other craft or property including piers, docks, wharves and jetties.
4. Attempted or actual removal or destruction of the wreck of the craft or any neglect or failure to raise, remove or destroy the craft.

This cover extends to include any competent person navigating or in charge of the craft with your permission, other than a person operating or employed by the operator of a shipyard, repair yard, slipway, yacht club, marina, sales agency or similar organisation.

The limit under this section is €600,000 and applies to each incident or series of incidents arising out of the same event occurring during the period of insurance.

Exclusions applying to Section 2 – Liabilities

This policy does not cover:

1. Incidents occurring to anyone employed by you in any capacity or employed by any one using the craft with your permission.
2. Claims arising directly or indirectly under the Employers' Liability Acts or any other Statutory or Common Law Liability relating to Workmen.
3. Liability to or incurred by any one engaged in ski-kiting, paragliding, parachute skiing or similar activity, whilst being towed or preparing to be towed by the craft until safely on board the craft.
4. Liability to or incurred by any one engaged in diving from the craft until safely on board the craft.
5. Liability arising from accidents whilst the craft is in transit by or attached to a mechanically propelled road vehicle.
6. Claims in respect of any property belonging to the Insured or the Insured's employees or members of the Insured's household or under the custody or control of such persons.
7. Claims in respect of fare-paying passengers.

Section 3 – Personal Accident

Applicable only if the policy is issued in the name of an individual

This policy will insure you and your immediate family against bodily injury or death caused by violent, accidental, external and visible means sustained during the period of insurance whilst embarking, disembarking or whilst on board the craft.

Benefits applicable	(Age limits 16 to 70 inclusive)
1. Death	€12,000 per person
2. Loss of one or more limbs or sight in one or both eyes	€12,000 per person
3. Permanent TOTAL disablement after 104 weeks except when compensation is paid under item 2 above	€12,000 per person

Special Conditions applying to Section 3 – Personal Accident

1. Death or disablement must occur within one year of injury.
2. This section is not applicable to any person under 16 or over 70 years of age at the date of accident.
3. Compensation will not be payable under more than one of the above items in respect of the same accident for either person.
4. The maximum amount payable under this section during the period of insurance is limited to €24,000.

Medical Expenses

In addition to the above, we will refund up to €600 for any medical expenses paid if you and/or your immediate family are injured in an accident involving the craft.

Exclusions applying to Section 3 – Personal Accident

This policy does not insure death or disablement caused by or resulting from:

- a. suicide or attempted suicide, or willful exposure to danger (except in an attempt to save human life).
- b. the influence of intoxicating liquor or drugs (other than drugs taken under medical supervision and not for the treatment of drug addiction).

General Terms

Excess

You will be responsible for payment of the amount shown in the schedule for each claim except where there is a total loss of the craft.

The excess does not apply to Section 2 of the policy.

No Claim Bonus

We will reduce your renewal premium if no claim arises under this policy during the period of insurance, as follows:

10% after one year

15% after two consecutive years

20% after three consecutive years

25% after four or more consecutive years

General Exclusions

This policy does not insure:

1. Claims arising whilst the craft is:
 - a) let out on hire or charter; or
 - b) used for demonstration purposes; or
 - c) used as a houseboat; or
 - d) used for any use other than private pleasure purposes.
2. Any liability accepted by agreement or contract unless that liability would have existed otherwise.
3. Anyone who fails to fulfill the policy terms and conditions.
4. Claims arising whilst the craft, if fitted with an engine exceeding 25BHP, is participating in racing or speed tests, or any connected trials.
5. Loss or damage caused by:
 - a. war, civil war, hostilities, revolution, rebellion, insurrection, civil strife, piracy.
 - b. strikers, locked out workmen or persons taking part in labour disturbances or riots or any form of civil commotion, or acting from a political motive.
6. Claims of whatever nature directly or indirectly caused by:
 - a. ionising radiations or contamination by radioactivity from any nuclear fuel or from any nuclear waste from the combustion of nuclear fuel.
 - b. the radioactive, toxic, explosive, or other hazardous or contaminating properties of any nuclear installation, reactor or other nuclear assembly or nuclear component thereof.
 - c. any weapons of war employing atomic or nuclear fusion and/or fusion or other like reaction or radioactive force of matter.

7. Claims arising whilst the craft is afloat during the period from 16th September to the 30th April inclusive, unless otherwise described in the schedule.
8. Loss, damage, cost or expense and any legal liability of whatsoever nature directly or indirectly caused by, resulting from or in connection with any act of terrorism regardless of any other cause or event contributing concurrently or in any other sequence to the loss.

For the purpose of this exclusion an act of terrorism means an act, including but not limited to the use of force or violence and/or the threat thereof, of any person or group(s) of persons, whether acting alone or on behalf of or in connection with any organisation(s) or government(s), committed for political, religious, ideological or similar purposes including the intention to influence any government and/or to put the public, or any section of the public, in fear.

This endorsement also excludes loss, damage, cost or expense and any legal liability of whatsoever nature directly or indirectly caused by, resulting from or in connection with any action taken in controlling, preventing, suppressing or in any way relating to any act of terrorism.

If the Company alleges that by reason of this exclusion, any loss, damage, cost or expense is not covered by this insurance the burden of proving the contrary shall be upon the Insured.

In the event any portion of this exclusion is found to be invalid or unenforceable, the remainder shall remain in full force and effect.

9. The cover granted by this Policy shall exclude claims for fines or penalties or any Punitive or Exemplary Damages.
10. There is no cover under this policy:
 - a) for claims occurring as a result of the craft being stranded, sunk, swamped, immersed or breaking adrift whilst left afloat unmanned off an exposed beach or shore.
 - b) for claims occurring whilst the craft is participating in racing or speed tests, or any connected trials. This exclusion does not apply to sailing boats.
11. Any liability, accident, injury, loss or damage caused:
 - a) by the use of the craft as a weapon with the intent to cause loss damage or injury to any person.
 - b) by willful misconduct, malicious acts or with malicious intent and failure to exercise due diligence.
 - c) if driven by any person if at the time of driving, the driver is under the influence of intoxicating liquor or drugs (other than drugs taken under medical supervision and not for the treatment of drug addiction)

General Conditions

1. The policyholder will take all reasonable precautions to:
 - a) maintain the craft and equipment in a proper state of repair and sea worthiness and
 - b) safeguard it from loss or damage

2. You must inform GasanMamo Insurance Limited in writing as soon as possible after any loss, damage or incident.

You must also inform us if you are aware of any writ, summons or impending prosecution. Every communication relating to a claim must be sent to us without delay. You, or any person acting for you, must not negotiate, admit or repudiate any claim without our written consent.

You must inform the police of all incidents of theft, attempted theft or vandalism or loss, destruction, damage or injury caused by malicious persons.

3. If, at the time of any incident which results in a claim under this policy, there is other insurance covering the same liability, loss or damage, GasanMamo Insurance Limited will pay only its share of the claim. This condition does not apply to the Personal Accident section.

4. You may cancel the policy by giving us written notification, in which case you may be entitled to a refund of premium provided that no claim has been taken during the current period of insurance.

We may cancel the policy by sending seven days notice by Recorded Delivery Letter to your last known address. A proportionate part of your premium may then be returned to you.

We also reserve the right to cancel this policy forthwith in the event of non-payment of the premium.

5. No interest or transfer of interest or assignment of this policy will be recognised by us unless such interest or assignment of interest is agreed and endorsed on the policy. If the craft is sold or transferred to new ownership then the policy is cancelled from the date of the sale or transfer.

6. To the best of your knowledge and belief, the answers given on your proposal form are correct and you did not then omit to disclose any relevant facts, nor on a renewal of a policy omit to disclose any new or altered relevant facts.

7. This Policy shall for all effects and purposes be deemed to be a Maltese contract and shall be governed by and according to Maltese Law.

Without prejudice to any arbitration proceedings in Malta under current statutory provision, this Policy shall be subject to the exclusive jurisdiction of the Maltese courts.

We will pay only in respect of judgments, orders or awards that are delivered by or obtained from a court within Malta, or in Arbitration in Malta under current statutory provisions. We will not pay in respect of any judgment, order or award obtained in Malta for the enforcement of a judgment or arbitration award obtained elsewhere or to costs and expenses of litigation recovered by any claimant from you or any other persons entitled to indemnity under this policy which costs and expenses of litigation are not incurred in Malta.

8. It is warranted that when the craft is under way the policyholder, or other competent person(s) will be on board and in control of the craft.
9. If the craft is fitted with inboard machinery there is no cover for fire or explosion unless the craft is equipped with a fire extinguisher and is maintained in efficient working order.

Complaints Procedure

As a valued customer you are right to expect fairness and a swift and courteous service at all times.

We recognise that sometimes you may be dissatisfied with our service. To help us improve we would appreciate your honesty in telling us about your experience of our service – your feedback will make the difference.

What You Should Do

- Step 1** Please speak to your usual insurance advisor or your GasanMamo Insurance Ltd contact
- Step 2** If you remain dissatisfied or you feel your complaint remains unsolved please write to the Managing Director, GasanMamo Insurance Ltd, Msida Road, Gzira GZR 1405 giving us your policy or claim number in any correspondence.
- Step 3** If, after making a complaint to us, you are still unhappy and feel the matter has not been resolved to your satisfaction you may wish to contact the Consumer Complaints Manager, Malta Financial Services Authority, Notabile Road, Attard, BKR 3000.

Following these procedures will not affect your right to take legal action.

Telephone Monitoring

For our joint protection, telephone calls may be recorded and/or monitored.

Protection & Compensation Fund Regulations 2003

Under the Protection and Compensation Fund Regulations 2003, should the company be unable to meet all the liabilities to policyholders, compensation may be available. Further information may be obtained by visiting the Malta Financial Services Authority website www.mfsa.com.mt