

Product Distribution Document

Company: GasanMamo Insurance Ltd

GasanMamo Insurance Ltd is authorised under the Insurance Business Act & regulated by the MFSA.



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Product Name

Machinery Breakdown Insurance Policy

Product Features

The Machinery Breakdown insurance policy provides cover for any unforeseen and sudden physical loss or damage to the items of machinery specified in the schedule.

What is insured?

- Subject to its terms, exclusions, limitations, and conditions, the Policy, Insurers will indemnify the Insured if at any time during the period of insurance, the items (or any part thereof) entered in the Schedule, whilst on the premises, suffer any unforeseen and sudden physical loss or damage from causes such as defects in casting and material, faulty design, faults at workshop or in erection, bad workmanship, lack of skill, carelessness, shortage of water in boilers, physical explosion, tearing apart on account of centrifugal force, short circuit, storm, or from any other cause not specifically excluded hereinafter, in a manner necessitating repair or replacement.
Insurers will indemnify the Insured in respect of such loss or damage, by payment in cash, replacement or repair (at the Insurers' option) up to an amount not exceeding in any one year of insurance in respect of each of the items specified in the Schedule.
- This Policy shall apply to the insured items after successful completion of their performance acceptance tests whether they are at work or at rest or being dismantled for the purpose of cleaning or overhauling, or in the course of the aforesaid operations themselves, or when being shifted within the premises, or during subsequent re-erection.
- Endorsements (operative only if shown in the schedule):
 - Strike, Riot & Civil Commotion
 - Overtime, Night Work and Express Freight
 - Airfreight
 - Serial Losses
 - Surrounding Property
 - Fuel Gas explosions in Boilers & Furnaces
 - Underground Machinery and Equipment
 - Lubricating Oil or Refrigerant
 - Conveyor Belts and Chains
 - Wires and non-Electric Cables

What is not insured?

Main Exclusions

- Loss of or damage to exchangeable tools, e.g., dyes, moulds, engraved cylinders, parts which by their use and/or nature suffer a high rate of wear or depreciation, e.g., refractory linings, crushing hammers, objects made of glass, belts, ropes, wires, rubber tyres, operating media, e.g., lubricants, fuels, catalysts.
- Loss or damage due to fire, direct lightning, chemical explosion (except fuel gas explosions in boilers), extinguishing of a fire or subsequent demolition, aircraft or other aerial devices or articles dropped therefrom, theft burglary or attempts thereat, collapse of buildings, flood, inundation, earthquake, subsidence, landslide, avalanche, hurricane, cyclone, volcanic eruption or similar natural catastrophes.
- Loss or damage for which a supplier, contractor or repairer is responsible either by law or under contract.
- Loss or damage caused by any faults or defects existing at the time of commencement of this Policy within the knowledge of the Insured or his/her representatives, whether such faults or defects were known to the Insurers or not.
- Loss or damage arising out of the wilful act of gross negligence of the Insured or his/her representatives.
- Loss, cost or expense directly or indirectly caused by, resulting from, arising out of or in connection with seepage, pollution and contamination.
- Loss, cost or expense caused by or in connection with nuclear reaction, radiation or radioactive contamination.
- Loss, damage, cost or expense directly or indirectly caused by or resulting with an act of terrorism.
- Loss, damage, liability, claim, cost or expense in connection with a Communicable Disease.
- Loss, damage, liability, claim, cost or expense arising out of and in connection with any loss of use, functionality, repair, restoration or reproduction of any data.
- Payment of any claim or provision of such benefit that would expose the company to any sanction, prohibition, or restriction under United Nations resolutions, European or any of its member states, the United Kingdom, or the United States of America, or any of its states.

- Loss or damage directly or indirectly caused by or in consequence of war or war-like operations.
- Loss or damage as a direct consequence of the continual influence of operation (e.g., wear and tear, cavitation, erosion, corrosion, rust, boiler scale).
- Consequential loss or liability of any kind or description, any payments over and above the indemnity for material damage as provided herein.
- Any other exclusion or limitation shown in the policy document.

Restrictions on cover

Certain limitations may apply to the policy, for example:

- The excess (the amount the insured must pay on any claim)
- The monetary limits agreed under the policy, and/or
- Clauses that exclude certain types of loss or damage

In which locations is the insured covered?

The specified address(es) noted in the policy schedule.

When does cover start and end?

From the start date (shown on the schedule) for 12 months.

Product Costs

- Premium is calculated on a case-by-case basis in accordance with GasanMamo's risk tariffs and specific risk underwriting.
- 11% Government duty is charged on Premium (subject to a minimum of Euro 13.00)

Product Risks

No risks that could be of detriment to the target market have been identified.

Product Complexity

This product is classified as non-complex.

Product Target Market

The Machinery Insurance Policy is targeted towards legal persons or natural persons of 18 years or over having an insurable interest in the property insured requiring cover for sudden physical loss or damage to machinery insured under the policy.

Negative Target Market

No negative target market identified.

Conflicts of interest

No foreseeable conflicts of interest have been identified.

Product Distribution Strategy

Sold face to face to the identified target market from/by:

- GMI Head Office
- GMI Branches
- Brokers
- Tied Insurance Intermediaries
- Agents
- Electronic means

Product Approval Process

The product oversight and governance process has been assessed by GasanMamo's Product Oversight & Governance Committee and approved by GasanMamo's Governance, Risk & Compliance Committee and the Board of Directors.

GasanMamo Insurance Limited is the sole manufacturer of this product.