
INSIDE THE CHUBB MARKET

Issue No: 01
January 2006

MASTERPIECE Supports your Client's Lifestyle!

“*Masterpiece*” is a worldwide and all-risk insurance for your client's home (be it condominium or stand-alone house), contents, valuable possessions (e.g. jewelry, watches, fine paintings, antique furniture, musical instruments etc.) and Personal Liability. We can customise a package to meet your client's specific needs at surprisingly affordable premiums. Your client will be the one to decide on the type and amount of coverage.

KEY REASONS TO PLACE YOUR CLIENTS WITH FEDERAL

What are the special features that are unique to Masterpiece that sets us apart from other typical policies in the market?

(1) For Deluxe House

(a) Extended Replacement Cost

Federal understands what makes your client's house a home. Under the Deluxe House coverage, we have the Extended Replacement Cost option which is a unique feature of Masterpiece. After a covered loss Federal will pay to have your client's home repaired or rebuilt to its original beauty – even if the cost exceeds your client's policy limit. Most policies will pay only to the policy amount, however for Masterpiece we pay up to 200% of the policy limit under the Extended Replacement Cost option.

Cash Settlement Option

Should your client decide not to rebuild or to rebuild at another location, Federal offers a *Cash Settlement*, up to your policy limit. It's your client's choice!

(b) Complimentary Home Appraisal

At Federal, we provide a complimentary home appraisal for house coverage with sum insured of more than S\$1 million. One of our professional appraisers will visit your client's house to note any special architectural details and interior features, and help to determine the amount of coverage they need. Our appraiser may also provide security and fire prevention advice and suggest ways to protect their valuables.

INSIDE THE CHUBB MARKET

Issue No: 01
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(2) For Deluxe Contents

We provide *all risks and worldwide* coverage for Home Contents. From furniture, TVs, sound systems, books, clothing, carpets, linen, we cover the full cost of replacing the contents after a covered loss, up to the sum insured and we will not depreciate their value. Cash settlement is available at your client's option.

In addition, we also provide these coverage at no cost to your client:

- (1) Incidental Business Property
- (2) Additional Living Expense
- (3) Loss of Rent
- (4) Landscaping
- (5) Computer Data Replacement
- (6) Lock Replacement
- (7) Debris Removal
- (8) Precautionary Repairs
- (9) Pedigree Pets
- (10) Deterioration of frozen food
- (11) Hole-in-one golfer's expense

(3) For Valuable Articles

With Masterpiece Valuable Articles policy, your clients will be secure in knowing that their jewelry, watches, fine arts, silverware, furs, cameras, stamps, coins, china, crystals, musical instrument, carpets, wines and other collectibles are insured *anywhere in the world*.

Automatic Coverage of Newly Acquired Items

If your client has certain valuables itemized with Masterpiece and he buys similar pieces, these items will be automatically covered for 90 days. For new jewelry and fine art, the amount of coverage can be as high as 25% of your existing total itemized amount.

INSIDE THE CHUBB MARKET

Issue No: 01
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Broad Pair and Set Clauses

If your client loses or damages a piece of a pair or a set or if it is damaged beyond repair, simply give us the remaining piece (s), and we will pay the full replacement cost for the entire pair or set.

(4) Personal Liability

We provide your client and his family members with personal liability cover for a variety of circumstances where they are legally responsible, for example, where a guest incurs an injury at your client's home and takes legal action.



Matthew Doquile
General Manager

This information is provided by Federal Insurance Company (one of the Chubb Group of Insurance Companies).

For promotional purposes, Chubb refers to member insurers of the Chubb Group of Insurance Companies. The information is descriptive only. The precise coverage afforded is subject to the terms and conditions of the insurance policy when issued. Chubb recommends considering its policy wording in deciding whether to acquire or to continue to hold Chubb insurance products. A copy of the standard policy wordings may be obtained from Chubb as referred above.

This literature is descriptive only. Whether or not and to what extent a particular loss is covered depends on the facts and circumstances of the loss and the actual terms, conditions and exclusions of the policies as issued.

SUMMARY OF MASTERPIECE COVERAGE

Type of Coverage	Deductible Options	Coverage Scope	Payment Basis	Remarks
Deluxe House	S\$200, \$500 or \$1,000 per loss	All Risks	Replacement Cost or Extended Replacement	<p>A Complimentary Home Appraisal is offered for house with sum insured S\$1m or more.</p> <p><u>Extra Coverage at no cost to your client.</u></p> <ul style="list-style-type: none"> - Other Permanent Structures - Additional Living Expense - Loss of Rent - Landscaping - Lock Replacement - Debris Removal - Precautionary Repairs - Construction Materials - Rebuilding to Code
Deluxe Contents	S\$200, \$500 or \$1,000 per loss	All Risks & Worldwide	Replacement Cost (i.e. New for Old)	<p>(1) No itemization of contents is required.</p> <p>(2) Our "Home Contents Check Sheet" is a tool to help estimate the coverage amount required. No submission of this sheet is required.</p> <p>(3) Do note the Special Limits under Contents coverage e.g.</p> <p>Money – S\$2,000 Jewelry – S\$15,000 Fine Arts – S\$10,000 Wines – S\$15,000</p> <p><u>Extra Coverage at no cost to your client.</u></p> <ul style="list-style-type: none"> - Incidental Business Property - Additional Living Expense - Loss of Rent - Landscaping - Computer Data Replacement - Lock Replacement - Debris Removal - Precautionary Repairs - Pedigree Pets - Deterioration of frozen food - Hole-in-one golfer's expense

SUMMARY OF MASTERPIECE COVERAGE

Type of Coverage	Deductible Options	Coverage Scope	Payment Basis	Remarks
Valuable Articles	NIL	All Risks & Worldwide	Agreed Value	<p>Type of Coverage available:</p> <ul style="list-style-type: none"> - Blanket (blanket limit per item is \$5,000) - Itemized - In-Bank Vault (for jewelry) <p>Please itemise any jewelry or fine arts that are more than S\$5,000 per piece.</p> <p>We only require a receipt or valuation report of any item more than S\$25,000 each.</p> <p>Special features</p> <ul style="list-style-type: none"> - Broad Pairs and sets clause (ie. Will replace entire pair of set) - Automatic Coverage of Newly Acquired Items (up to 25% of existing itemized schedule with a limit of S\$50,000).
Personal Liability	NIL	Worldwide	Sum Insured available – S\$500,000, S\$1m, S\$2m, S\$3m, S\$5m or S\$10m	<p>Extra Coverage at no cost to your client</p> <ul style="list-style-type: none"> - Medical Payment to others (without legal liability) – up to S\$20,000 - Damage to Property of Others (without legal liability) – up to S\$4,000 - Credit Card coverage – up to S\$20,000 - Defence Coverage – Loss of earnings \$500/day up to S\$20,000
Motor Insurance	Available for Masterpiece Insured			

Note:

(1) Minimum Annual Premium requirement for Masterpiece is S\$500 + 5% GST.

(2) The policy has an International Transit Exclusion. This states that we will not cover losses more than S\$5,000 incurred during international transit while your insured items are in the custody of a common carrier (e.g. baggage which is checked in while you are on an international flight). This exclusion does not apply to items which accompany you or a family member as personal baggage (e.g. hand luggage) or are worn during the transit.

How to get started?

- 1) Complete the proposal form and ensure that the occupation (including name of company), Security Details, Coverage Amount, Deductible Opted and Loss History are clearly stated.
- 2) For Valuable Article Section, you only need to itemize items more than S\$5,000 each and submit a receipt/valuation report for items more than S\$25,000 each.
- 3) Should you require further assistance, please contact Sheila Goh at DID: 65107-370 (sgoh@chubb.com) or Loh Chai Hoon at DID: 65107-371 (chloh@chubb.com).