

# Product Disclosure Sheet

## Machinery Breakdown Insurance

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 [Chubb Insurance Malaysia Berhad](#) or PIDM (visit [www.pidm.gov.my](http://www.pidm.gov.my)).

Dear Customer,

This Product Disclosure Sheet (PDS) is designed to provide you with some key information on your Machinery Breakdown Insurance.

Other customers have read this PDS and found it helpful; **You should read it too.**

### 1. What is Machinery Breakdown Insurance?

This policy provides cover for loss or damage due to breakdown of plant and machinery 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 when being shifted within the premises

### 2. Know Your Coverage

You will receive the following coverage :

This policy covers:	This policy excludes:
<p>Sudden and unforeseen physical damage to your machineries from causes not specifically excluded in the policy. The common perils covered are:</p> <ul style="list-style-type: none"> <li>• Defects in casting and material</li> <li>• Faulty design</li> <li>• Fault at workshop or in erection</li> <li>• Bad workmanship</li> <li>• Lack of skill</li> <li>• Carelessness</li> <li>• Shortage of water in boilers</li> <li>• Physical explosion</li> <li>• Tearing apart on account of centrifugal force</li> <li>• Short circuit</li> </ul>	<ul style="list-style-type: none"> <li>• Loss of or damage to exchangeable tools or items of high wear and tear and operating media related risks</li> <li>• Loss or damage due to fire, direct lightning, chemical explosion, fire extinguishing, aircraft or other aerial devices,</li> <li>• Theft, burglary, collapse of buildings, flood, inundation, earthquake, subsidence, landslide, avalanche, hurricane, cyclone, volcanic eruption and similar natural catastrophes</li> <li>• Loss or damage for which a supplier, contractor or repairer is responsible</li> <li>• Loss or damage caused by any faults or existing damage</li> <li>• Willful act or gross negligence</li> <li>• War and related risks</li> <li>• Radiation and nuclear energy risks</li> <li>• Consequence of continual influence of operation</li> <li>• Consequential loss or liability of any kind</li> </ul>
<p>The list of coverages and exclusions in this table is non-exhaustive. Please read your policy for the full list of terms and conditions.</p>	
<p>The duration of coverage is 1 year. You need to renew your policy annually.</p>	

If You have any questions or require assistance on Your insurance product, You can:

**Call Us at:** 603-2058 3000

**Visit Us at:** <https://www.chubb.com/my-en/contact-us/product-enquiry.html>

**Email Us at:** [Inquiries.MY@chubb.com](mailto:Inquiries.MY@chubb.com)

### 3. Know Your Obligations

For this insurance policy, the exact premium sum will be determined based on various factors, including risk exposure, type and condition of the machineries, sum insured and claim experience.

Please reach out to us or your servicing intermediary to obtain a quote.

#### **You also have to pay the following fees and charges: Importance of disclosure**

Stamp duty (if applicable)	RM 10.00
Commission (if applicable)	Maximum up to 15% of the total premium
Other applicable charges	8% service tax

### 4. Other Key Terms

#### Your duty of disclosure

- Before you enter into a contract of general insurance with us, you have a duty to disclose to us any matter that:
  - (a) You know to be relevant to our decision on whether to accept the risk or not and the rates and terms to be applied; or
  - (b) a reasonable person in the circumstances could be expected to know to be relevant.
- You must take all ordinary and reasonable precaution for the safety of the property insured.
- The premium due must be paid and received by us within sixty (60) days from the inception date of this policy/endorsement/renewal certificate. Failure to pay the premium within this period, the contract is automatically cancelled and we are entitled to the pro rata premium on the period you have been on risk.
- There is a deductible, being the amount you have to bear before we indemnify you.
- In the event of any occurrence that likely to give rise to a claim, you have to give written notice to us of such claim as soon as possible after it comes to your knowledge.

Note: The list above is non-exhaustive. Please refer to your policy for the full terms and conditions under this policy.

### 5. Can I cancel my Policy?

This Policy may be cancelled at any time by giving a written notice to us and provided that no claims have been made during the current policy year. You shall be entitled to a refund based on our short period rates subject to a minimum premium retained by us.