

Allianz Insurance plc

All Machinery

Product Information

Allianz 

This information is for intermediaries only

All Machinery Insurance Policy

Many companies across a range of industry sectors have machinery that is essential to the running of their business. When these machines suffer a breakdown or another form of loss or damage it can result in unexpected and costly repair bills. Our All Machinery policy is designed to cover the cost of repair or replacement of this machinery.

The following details give an overview of the policy:

What is the Policy Cover?

Sudden and Unforeseen Damage – Cover One

Cover for sudden and unforeseen damage, including breakdown, explosion, collapse and accidental damage.

Own Surrounding Property (Pressure Plant) – Cover Two

Cover for damage to property belonging to the Insured or in their care, custody or control caused by damage to pressure plant insured under Cover One e.g. boiler explosion.

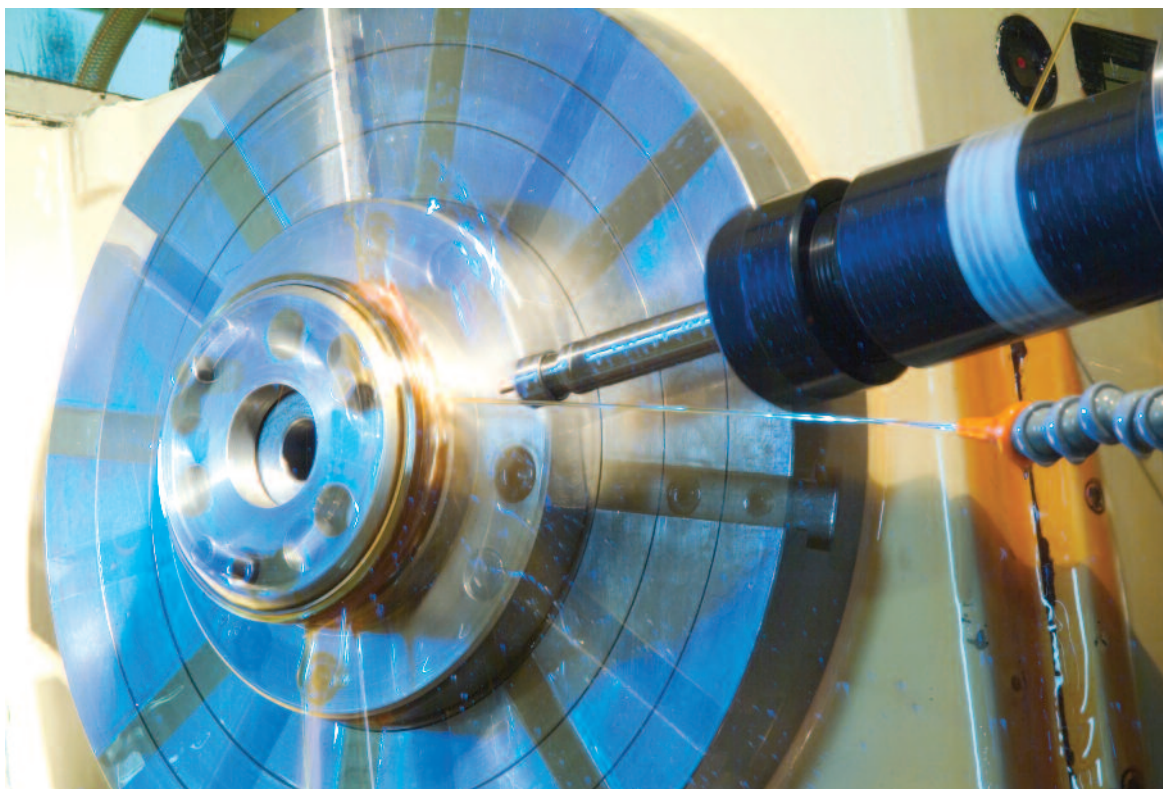
What are the Territorial Limits?

- Great Britain, Northern Ireland, the Isle of Man and the Channel Islands.

Are there any Policy Conditions?

Yes, under the main policy conditions the Insured must:

- take all reasonable precautions to safeguard the insured property against loss or damage
- keep up to date records of values at risk and provide this information to us annually by declaration.
In addition:
- average will apply where the value of machinery declared at the time of any loss or damage, is less than 85% of the new replacement value of the machinery.



What are the main Extensions?

Storage Tanks Loss of Contents	Up to £25,000. Subject to a maximum value in any tank of £25,000 and a maximum in all tanks of £100,000	Hired in Plant	Up to £20,000. Subject to a maximum new replacement value of £10,000 per item
Additional Plant	To policy limit	Claims Preparation Costs	Up to £5,000
Additional Costs	Up to £25,000	Temporary Removal	Up to £100,000

What is the basis of Settlement?

Sudden and Unforeseen Damage – Cover One

We will provide cover for Insured Property on a reinstatement as new basis.

Own Surrounding Property – Cover Two

We will cover the Insured for the reinstatement value of property following explosion of pressure plant plus additional reinstatement costs that are incurred in order to comply with building regulations.

Under Covers One and Two the only instances where we would not provide a settlement on a reinstatement basis and instead indemnity would apply would be where property is:

- Used for the generation of electricity
- Glass lined vessels
- Mainly used or installed outdoors



What are the main Exclusions?

- Perils commonly covered under a property policy such as fire, explosion, lightning, flood, theft, etc are excluded
- The policy excess
- Cost of maintenance or rectification of faulty workmanship occurring during the execution of repairs
- Wear and tear
- Expendable items such as cutters, bits, tools, moulds, driving belts, etc
- Damage to safety devices
- Damage to property arising from multiple lifting operations
- Vessels, craft, vehicles or devices designed to float on in or travel under or through water, air or space
- Any consequential losses such as penalties for delay or loss of profits
- Damage to any item arising during installation or testing
- Pollution and Contamination
- Terrorism and E-Risks

The above detail is a summary of the cover provided under our standard all machinery policy. If you wish to see the full terms and conditions please contact your local Allianz Engineering office for a specimen wording.

Why should your clients buy All Machinery Cover from Allianz Engineering?

The main features and benefits of our Policy wording are:

Insured Property	<ul style="list-style-type: none"> A wide range of plant and/or machinery can be covered under our All Machinery policy. Businesses across all sectors will be reliant on items of plant and can, therefore, benefit from the cover. The policy could cover cranes and forklift trucks in a manufacturing warehouse or refrigeration equipment and lifts in a retail outlet for example.
Hired in Plant	<ul style="list-style-type: none"> Where the Insured is required to hire in machinery or plant we will automatically provide cover (subject to limitations) for the Insured's legal liability in respect of: <ul style="list-style-type: none"> loss or damage to the hired in plant any continuing hire charges resulting from this loss or damage in addition to this, cover is automatically extended to cover any legal expenses which may be incurred by the Insured in defending legal proceedings in respect of loss or damage to hired in plant.
Loss Settlement	<ul style="list-style-type: none"> Reinstatement for all Insured Property (other than the categories below) and the Insured's own surrounding property where the loss or damage has been caused by the explosion of pressure plant. Indemnity where property is used for the generation of electricity, glass lined vessels and mainly used or installed outdoors.
Extensions	<ul style="list-style-type: none"> 10 extensions (6 being detailed on the opposite page) written to meet the needs of today's businesses.
Interim Payments	<ul style="list-style-type: none"> We aim to pay claims as quickly as possible. Where a large claim is made that requires further attention we can make an interim payment to the Insured where we have admitted liability.
Avoidance of Impending Damage	<ul style="list-style-type: none"> The policy is automatically extended to cover the costs of any measures that are taken in order to reduce impending damage, limited to the amount that would have been incurred as a claim had these measures not been taken.
Additional Plant	<ul style="list-style-type: none"> Where the Insured changes or purchases additional plant the extra items are automatically covered by the policy so long as they are of the same type as those already insured, are free of defects so far as the Insured is aware and have been successfully tested and/or commissioned.
Debris Removal	<ul style="list-style-type: none"> Automatic cover is provided for all reasonable costs incurred by the Insured in respect of the removal of any Insured Property following loss or damage insured under this policy.
Claims Investigation Costs	<ul style="list-style-type: none"> With our prior approval we will pay the cost in conducting investigations and tests in respect of possible repair or replacement options following loss or damage up to a limit of £25,000.
Other Products Available	<ul style="list-style-type: none"> Many items that benefit from our All Machinery cover will also require regular statutory inspections. Allianz Engineering offers a wide range of inspection services and can also provide a wide range of special services such as compliance and electrical appraisals and Written Schemes of Examination. These services are provided by Allianz Engineering Inspection Services Ltd. Where there is loss or damage to machinery there exists a potential for financial losses not only through repair costs but also the loss of profit while the plant is out of use. Our Machinery Business Interruption policy will provide cover for reduction in profit or revenue caused by breakdown, accidental damage or collapse of plant and/or machinery. Our Deterioration of Stock policy can be arranged to provide cover for loss or damage to refrigerated stock.

Why should your clients buy a stand alone All Machinery Policy?

While Property policies provide coverage for perils such as fire and theft, there are many other perils that may not be covered or may be excluded from the policy.

*Property Policy Exclusion?		Covered under our All Machinery Policy	
X	Property policies vary in coverage but cover is usually accidental loss or damage including perils such as accidental damage, fire, water perils and theft but excluding many perils covered under an All Machinery policy	✓	Our policy provides cover for Sudden and Unforeseen Damage which includes accidental damage, breakdown, steam explosion and collapse, or can be tailored to cover a combination of these
X	Explosion of pressure plant due to internal steam pressure is an exclusion on most standard Property policies	✓	As mentioned above, our policy specifically covers explosion of pressure plant due to internal steam pressure
X	Damage due to operator error. This is not covered under most standard Property policies	✓	Damage due to operator error is covered as standard
X	Damage due to defective materials or workmanship is an exclusion on most standard Property policies	✓	Our policy covers breakdown due to a defect in the manufacture of an item or the materials used as standard
X	Joint leakage, cracking, fracturing or overheating of boilers or other steam plant is an exclusion on most standard Property policies	✓	Our policy provides cover for all of these events as standard
X	Overheating or electrical burnout of other plant or machinery is also an exclusion on most standard Property policies	✓	Again, cover for these is provided as standard

* Source ABI Standard All Risks Material Damage Policy.

