

Allianz Insurance plc

# Electronic Equipment

Product Information



**Allianz** 

This information is for intermediaries only

# Electronic Equipment Insurance Policy

Many trades rely extensively on electronic equipment. With this reliance comes the need to protect against material damage and subsequent financial losses. Our Electronic Equipment policy is specifically designed to meet these needs for both owners and hirers of equipment.

**The following details give an overview of the policy:**

## What is the Policy Cover?

### Owned Equipment – Cover One

All Risks cover for electronic equipment owned by the Insured.

### Hired In Equipment – Cover Two

Cover for the Insured's legal liability in respect of:

- loss or damage to hired in electronic equipment
- continuing hire charges as a result of this loss or damage for up to £30,000 or 3 months.

### Data Media – Cover Three

All Risks cover for data carrying equipment including costs that are reasonably and necessarily incurred in recompiling software programs or data from other records and the repurchase of proprietary software where damage has been caused by corruption.

### Additional Expenditure – Cover Four

Additional expenditure reasonably incurred during the chosen period to avoid or reduce interference with the business following corruption, erasure or an Accident.

### What is covered under the policy?

The policy will respond where there has been:

- An Accident defined as:-
  - loss or damage that is insured under covers described above and is not specifically excluded elsewhere in the policy
  - loss or damage that is covered under a guarantee or a maintenance agreement
  - accidental failure of the telecommunications system caused by accidental physical damage to the system occurring within the Territorial Limits
  - failure or fluctuation of the electricity supply
  - denial of access
- corruption or erasure of data.

### Business Interruption – Cover Five

Financial loss incurred during the selected period following an Accident as defined under the first five bullet points of Cover Four above.

## What are the Territorial Limits?

### Covers One and Two

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

### Cover Three

World-wide.

### Covers Four and Five

Follow the Territorial Limits within the relevant cover options above.

## Are there any Policy Conditions?

**Yes, under the main policy conditions, the Insured must:**

- back up data records and where possible store off site with duplicate copies
- maintain minimum physical security standards specific to proper securing devices for doors and windows
- keep up to date records of values at risk and provide to us annually by declaration.

In addition:

- payment for items such as tubes or intermediate image carriers will be adjusted to allow for the amount that the items have been used except where damage has been caused by specified external causes
- payment for obsolete items is limited to the cost of an up to date equivalent.

## What is the basis of Settlement?

### Owned Equipment – Cover One

- If there is a total loss we will replace with new equipment or with equipment of equal performance and/or capacity.
- If there is a partial loss we will pay for the cost of repair but this will not exceed the cost which would have been incurred had the item been totally lost.

### Hired In Equipment – Cover Two

We will pay for

- the Insured's legal liability for loss or damage
- continuing hire charges resulting from this loss or damage up to £30,000 or a period of 3 months.

### Data Media – Cover Three

We will pay for the cost incurred following corruption, erasure or distortion of software or data to:

- recompile software programs from other records and
- repurchase proprietary software
- employment of consultants to aid in data recovery.

### Additional Expenditure – Cover Four

During the indemnity period selected we will pay for the increased cost incurred to prevent or minimise interference with the business.

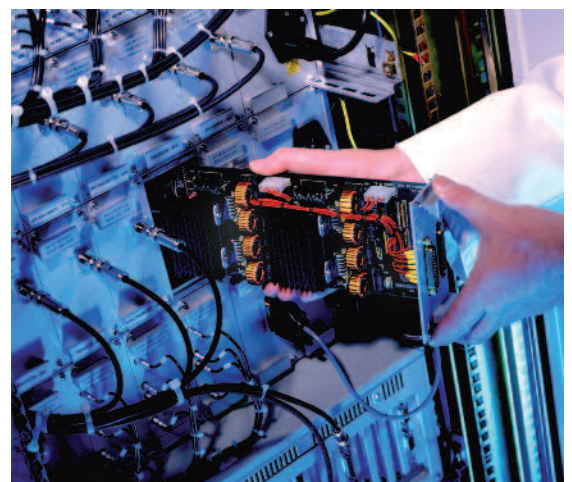
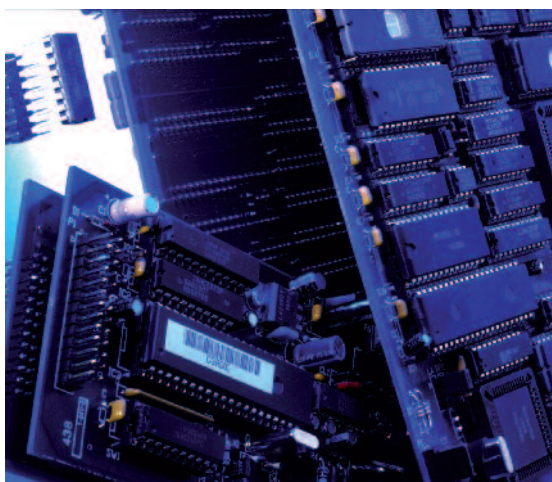
### Business Interruption – Cover Five

We will pay

- for the loss of Gross Profit during the selected indemnity period
- additional costs incurred to avoid the loss of Gross Profit up to the amount of Gross Profit saved.

**The above detail is a summary of the cover provided under our standard electronic equipment policy.**

**If you wish to see the full terms and conditions please contact your local Allianz Engineering office for a specimen wording.**

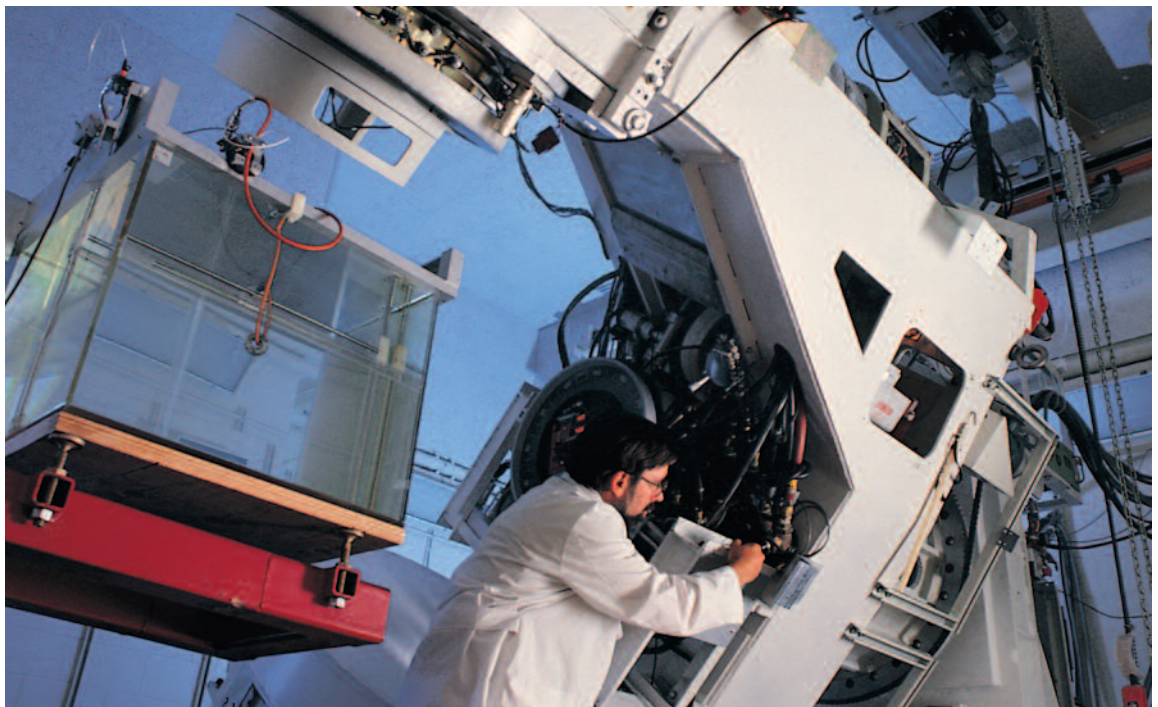


## What are the main Extensions?

<b>Additional Equipment</b>	The lesser of 25% of the limit under cover one or £350,000	<b>Claims Preparation Costs</b>	Up to £50,000
<b>Temporary Removal</b>	Up to £100,000	<b>Debris Removal</b>	Up to £50,000

## What are the main Exclusions?

- The policy excess
- Damage to an exchangeable component due to its own breakdown or derangement
- Unproven software and the value of data to the Insured
- Loss or damage covered under a maintenance contract, guarantee or hire agreement
- Deliberate acts of supply authorities
- Loss of or damage to consumables
- Inventory Losses or Unidentifiable Occurrences
- Programming errors or design defects
- Theft of property in an unattended vehicle where the property is left in view, the vehicle is unlocked, the alarm system is not activated (where fitted) or the vehicle is left outside overnight (unless in a locked compound)
- Prototype, experimental or untried equipment
- Wear and tear or gradual deterioration
- Incorrect storage of Data Media
- Terrorism
- Virus and Hacking
- For Cover Four the first 48 hours if no maintenance agreement is in force
- For Cover Five the first 48 hours or the Time Exclusion if no maintenance agreement is in force



## Why should your clients buy Electronic Equipment cover from Allianz Engineering?

The main features and benefits of our Policy wording are:

<b>Range of Cover</b>	<ul style="list-style-type: none"> <li>• Our Electronic Equipment policy can be used to cover a wide range of equipment that may require protection on an All Risks basis such as projectors, mobile medical units, audio-visual equipment, etc.</li> <li>• The policy can be tailored to meet the needs of both owners and hirers of equipment.</li> <li>• The policy can cover loss of profit or revenue occurring as a result of losses or damage to the Electronic Equipment.</li> </ul>
<b>Loss Settlement</b>	<ul style="list-style-type: none"> <li>• Full reinstatement cover is provided for owned equipment including a provision to replace Insured Property with a model of equal performance if the model damaged is no longer available.</li> </ul>
<b>Breakdown</b>	<ul style="list-style-type: none"> <li>• Includes breakdown cover for:             <ul style="list-style-type: none"> <li>• Owned Equipment</li> <li>• Hired In Equipment where liability exists under the hiring agreement</li> <li>• consequent corruption of data media, additional expenditure and financial loss excluding cover for the actual component that was damaged due to its own breakdown.</li> </ul> </li> </ul>
<b>Reinstatement Following a Loss</b>	<ul style="list-style-type: none"> <li>• Cover is on a Limit of Liability basis therefore there is no requirement to reinstate cover following insured loss or damage.</li> </ul>
<b>Theft Away from Insured Premises</b>	<ul style="list-style-type: none"> <li>• Full theft cover is provided when the equipment is in transit or at premises not owned or occupied by the Insured provided that when the Insured Property is left unattended in a vehicle, it is in a locked boot and the vehicle is in a locked garage or compound if left overnight.</li> </ul>
<b>Software Corruption</b>	<ul style="list-style-type: none"> <li>• Corruption of Data Media is provided up to the selected Cover Three Limit including erasure and distortion of software programs or data (excluding loss or damage caused by or resulting from Virus and Similar Mechanism and Hacking).</li> </ul>
<b>Additional Property</b>	<ul style="list-style-type: none"> <li>• Automatic cover for additional Insured Property added during the year. Automatic cover for equipment on loan or trial for up to 3 months.</li> </ul>
<b>Interim Payments</b>	<ul style="list-style-type: none"> <li>• 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.</li> </ul>