

Product Disclosure Sheet

SOMPO IAR

(Please read this Product Disclosure Sheet before you decide to take out this insurance. Be sure to also read the general terms and conditions.)

1. What is this product about?

This product protects you from property damage/loss and business interruption suffered as a result of sudden and unforeseen accidental physical loss.

2. What are the covers/benefits provided?

Coverage/Benefit	Sum Insured (RM)
Section I – Material Damage	
Covers accidental physical loss, destruction or damage to the property covered due to any cause other than those excluded in the policy. Additional benefits: <ul style="list-style-type: none"> Contingent Inconvenience Allowance Temporary protection cost Full Theft (RM1,000,000.00) – Only applicable if stated in Schedule with payment of an additional premium. 	As per Sum Insured declared by you [Theft (forcible entry) sublimit up to 10% of sum insured or RM5,000,000.00 whichever is lower]
Section II – Business Interruption	
Covers the financial loss arising from business interruption or interference in consequence of loss, destruction or damage cover under Section I - Material Damage.	As per Sum Insured declared by you
Section III – Machinery Breakdown and Machinery Breakdown Loss of Profits – Only applicable if stated in Schedule with payment of an additional premium.	
Covers unforeseen and sudden physical loss or damage to plant, machinery and mechanical equipment at work, at rest or during maintenance operations. It also covers financial losses resulting from a machinery breakdown.	Sublimit : RM2,000,000.00

Note:

- The benefits payable under eligible Policy is (are) protected by PIDM up to limits. Please refer to PIDM's TIPS Brochure or contact Berjaya Sompo Insurance Berhad or PIDM (visit www.pidm.gov.my).
- Please refer to the Policy Contract for the full product features and benefits.

3. What is the Period of Cover and Renewal Option?

Duration of cover is usually for one (1) year. You need to renew the Policy annually.

4. How much premium do I have to pay?

Section I and II – Material Damage and Business Interruption

The total premium payable may vary depending on the sum insured, occupation or nature of the business, building construction, property insured, claims experience and our underwriting requirements.

Section III – Machinery Breakdown and Machinery Breakdown Loss of Profits

The premium charges are based on the limit chosen by you.

Note: This Policy is subject to a minimum premium of RM 75.00.

5. What are the fees and charges that I have to pay?

What you have to pay in addition to the premium	Amount
Stamp Duty	RM 10.00
Service Tax	8% of premium

What is included in the premium	Amount
Commission to the insurance intermediary (if any)	Up to 15% of premium (All Sections)

Please refer to computation of commission below (for illustration purpose only).

Annual premium is RM300.00. Hence commission is 15% of RM300.00 which is RM45.00.

6. What are some of the key terms and conditions that I should be aware of?

• **Duty of Disclosure**

Consumer Insurance Contract

This Policy is issued in consideration of the full payment of premium as specified in the Policy Schedule and the information and any other disclosure given by the Insured between the time of quotation and the time this contract is entered into. The information and any other disclosures given by the Insured shall form part of this contract of insurance between the Insured and **Berjaya Sampo Insurance Berhad** (hereinafter called "the Insurer"). However, in the event of any pre-contractual misrepresentation made in relation to the Insured's answers or in any disclosures given by the Insured, only the remedies in Schedule 9 of the Financial Services Act 2013 will apply.

This Policy reflects the terms and conditions of the contract of insurance as agreed between the Insured and the Insurer.

Non-Consumer Insurance Contract

This Policy is issued in consideration of the full payment of premium as specified in the Policy Schedule and the information and any other disclosure given by the Insured between the time of quotation and the time this contract is entered into. The information and any other disclosures given by the Insured shall form part of this contract of insurance between the Insured and **Berjaya Sampo Insurance Berhad** (hereinafter called "the Insurer"). In the event of any pre-contractual misrepresentation made in relation to the Insured's answers or in any disclosures made by the Insured, it may result in avoidance of the Insured's contract of insurance, refusal or reduction of the Insured's claim(s), change of terms or termination of the Insured's contract of insurance.

This Policy reflects the terms and conditions of the contract of insurance as agreed between the Insured and the Insurer.

• **Change in Risk**

You must disclose any changes to the material facts which you know or ought to know which could affect the risk profile from time to time, if you fail to do so, your Policy may be cancelled. You must ensure that the proposal form is completed accurately as it forms the basis of the insurance contract. You must inform us in writing on any material changes during the Policy period so that the necessary amendments are endorsed to your Policy.

• **Excess / Deductible**

This is the amount you have to bear if a claim occurs.

• **Premium Warranty**

The premium due must be paid and received by us within sixty (60) days from the coverage commencement date. Failure to pay the premium within this period, may result in the Policy being automatically cancelled. We shall be entitled to pro-rated premium for the sixty (60) days of which we have provided the coverage.

• **Premium Payment**

Payment can be made by Cash, Cheque, Debit Card, Credit Card or Online Payment to Berjaya Sampo Insurance Berhad. Please keep a receipt of the premium paid as proof of payment for future reference.

• **Policy Renewal**

Depending on the circumstances of the loss or claims made during the term of Policy, we may review the Policy terms and conditions upon renewal or decline renewal.

• **Sum Insured**

Section I and II – Material Damage and Business Interruption

You must ensure that your property is insured at the appropriate amount taking into account the renovations made to your property.

Your property will be insured on Reinstatement Value basis – we will pay the full cost of repairing the damaged property without any deductions being made for wear, tear or depreciation, provided that the sum covered is adequate to cover the total cost of reinstating the property.

If the amount insured in your Policy is lower than the actual value at the time of loss, you will be deemed as self-insuring for the difference, i.e., in the event of loss/damage, you will have to bear a proportional share of loss. Should you insure your property at a higher sum than its actual value at the time of loss, the maximum compensation you will receive is the actual value which is the lesser amount than your sum insured.

Section III – Machinery Breakdown and Machinery Breakdown Loss of Profits

You may choose limit from the available options according to your needs.

• **Claims**

Upon happening of an accident which gives rise to a claim, you shall notify us in writing immediately.

Note: This list is non-exhaustive. Please refer to the Policy Contract for the full list of terms and conditions.

7. What are the major exclusions under this Policy?

This Policy does not cover losses which are specifically excluded under the respective sections under the Policy: -

- War and Terrorism Exclusion clause
- Nuclear Risks Exclusion clause
- Industries, Seepage, Pollution and Contamination Clause (NMA 1685) (Sudden and Accidental)
- Communicable Disease Endorsement (LMA 5393)
- Property Cyber and Data Exclusion Clause (LMA 5401)
- Sanction Limitation & Exclusion clause (LMA 3100)
- The following perils are not covered unless additional premium is paid:
 - a) Bush / Lalang Fire

- b) Damage by Falling Trees
- c) Goods Undergoing any Heating / Drying
- d) Spontaneous Combustion
- e) Sprinkler Leakage
- f) Subsidence and Landslip

Note: This list is non-exhaustive. Please refer to the Policy Contract for the full list of exclusions.

8. Can I cancel my Policy?

You may cancel your Policy by giving us a written notice. Upon cancellation, we will retain minimum premium of RM75.00 or *Customary Short-Period Rates whichever is higher. The remaining premium will be refunded to you. However, premium will not be refunded if there was a claim paid or submitted to us during the Policy period.

*Customary Short-Period Rates Table

Period Not Exceeding	Percentage of Rate Charged
15 days	10% of Annual Rate
1 month	20% of Annual Rate
2 months	30% of Annual Rate
3 months	40% of Annual Rate
4 months	50% of Annual Rate
5 months	60% of Annual Rate
6 months	70% of Annual Rate
7 months	75% of Annual Rate
8 months	80% of Annual Rate
9 months	85% of Annual Rate
10 months	90% of Annual Rate
11 months	95% of Annual Rate
12 months	100% of Annual Rate

9. What do I need to do if there are changes to my contact/personal details?

It is important that you inform us of any changes in your contact/personal details to ensure that all correspondences reach you in a timely manner. You may inform our branch office or our Customer Service Centre.

10. Where can I get further information?

Should you require additional information about this insurance, please contact our branch office or Customer Service Centre at 03-2170 7300 during the operating hours from 8:30 am to 5:00 pm (Monday-Friday) or call our Toll Free number stated at the bottom of this page.

11. Other similar types of General Insurance products available

Nil.

IMPORTANT NOTE:

YOU SHOULD READ AND UNDERSTAND THE INSURANCE POLICY AND DISCUSS WITH THE AGENT OR CONTACT THE INSURANCE COMPANY DIRECTLY FOR MORE INFORMATION.

PLEASE REFER TO PIAM'S BUILDING COST CALCULATOR (BCC) FOR GUIDANCE ON DETERMINING THE ESTIMATED SUM TO BE INSURED FOR RESIDENTIAL PROPERTIES, SIMPLE SHOP HOUSE AND SHOP OFFICE. YOU MAY VISIT OUR WEBSITE AT WWW.BERJAYASOMPO.COM.MY OR PIAM'S WEBSITE AT WWW.PIAM.ORG.MY TO ACCESS THE BCC.

The information provided in this disclosure sheet is a brief summary for quick and easy reference. The exact terms and conditions that apply are stated in the Policy Contract.

Berjaya Sompo Insurance Berhad is licensed under the Financial Services Act 2013 and regulated by Bank Negara Malaysia.

The information provided in this disclosure sheet is valid as at 01/07/2024.