

Erection All Risk Policy :

The company shall indemnify for any loss due to any unforeseen, sudden, physical damage from the time after unloading of the property specified in the schedule from any conveyance at the site during erection and after completion of erection, a trial running is made and / or readiness for work is declared by the erectors / contractors, it continues for the remaining part which are not yet ready.

If, however a part of a plant or one or several machine/s is tested and put into operation the cover and consequently the liability of the company for the particular part of the plant or machine ceases, but it would remain for the portions which are not yet ready.

If after the erection the approval of the plant or any part is not granted by the concerned authorities, the extended period of further trial running can be covered at extra premium to be arranged beforehand.

The insurance shall expire on the date specified, but if the work of erection and test operations is not completed within the time specified the risk can be extended subject to additional premium.

Section I – Material Damage :

Loss or damage to the insured property or part thereof, necessitating replacement or repair, the company will make good such loss or damage upto an amount not exceeding in respect of each of the items as declared. Removal of debris following an event giving rise to an admissible claim is also reimbursed.

Provisions to Section – I :

Sum insured – shall not be less than the completely erected value of the property including freight, customs duty, erection cost.

Premium adjustment – in respect of freight, handling charges, customs duty, costs of erection at the completion of erection on the basis of actual value declared on completion of the erection. Any increase or decrease in prime cost of the Plant and Equipment shall not be the subject matter of premium adjustment.

Section II – Third Party Liability :

- (a) Legal liability for accidental loss or damage caused to property of other persons including property held in trust, custody, for which he is responsible excluding such property used in connection with erection.
- (b) In the event of fatal or non-fatal injury to any persons other than the insured's own employees or workmen or employees of the owner of the works or premises or other firms connected with any other erection work thereon or members of the

insured's family or of any of the aforesaid, directly consequent upon or solely due to the erection of any property described in the schedule.