

Machinery/Boiler Loss of Profit Policy Insurance

ENDORSEMENTS AND CLAUSES:

Time Excess Clause –

'It is hereby declared and agreed that the Insured shall bear the amount of loss as computed hereunder, of each and every admissible claim under the policy -

- i) In respect of a policy insuring reduction in turnover, the amount equivalent to the rates of Gross Profit applied to the Standard Turnover for _____ days (insert no. of days excess opted).
- ii) In respect of a policy insuring reduction in output, the amount equivalent to the rate of Gross Profit applied to the Standard Output for _____ days (insert no. of days excess opted).

First of all loss amount should be calculated and from this assessment of indemnity, monetary value of the loss for the no. of days excess opted should be deducted'.

Accumulated Stock Clause:

Where the insured maintains sufficient stock of finished goods from time to time as a matter of business policy, the Insurers may, at their discretion, attach the following Clause to the Machinery/Boiler Loss of Profit Policy issued on Turnover Basis:-

“In adjusting any loss, account shall be taken and an equitable allowance made if any shortage in turnover due to the damage is postponed by reason of the Turnover being temporarily maintained from accumulated stocks of finished goods in the Insured's warehouses.”