

Motor Dealers Package Policy – Laghu Udyam **Prospectus**

We, at USGI always endeavour to bring the best of Insurance products and services to our esteemed customers. In order to cater to the needs of the dealers, we have designed the “Motor Dealers Package Policy”.

The Motor Dealers Package Policy is a complete package Insurance Plan that covers the Motor dealers for perils like fire, STFI, RSMD, earthquake, electrical equipment breakdown, burglary cover for contents and money (in showroom and workshop), damage to motor vehicles, neon sign/glow sign, plate glass cover, fidelity guarantee cover, which ensures a broader protection cover for the dealers.

This policy is for enterprises where the total value at risk across all insurable asset classes at one location exceeds ₹ 5 Crore (Rupees Five Crore) but does not exceed ₹50 Crore (Rupees Fifty Crore) at the policy commencement date.

1. Who can take the Policy?

The scheme covers the losses due to fire and special perils, electric equipment breakdown, neon glow/ sign glow boards, dishonesty of employees, burglary and liabilities towards employees and other coverage, which is available for Motor dealers exclusively. However, the cover is available for dealers in India only.

2. Eligibility

All the Motor dealers are eligible to take the Policy.

3. Sum Insured

The sum insured is determined on the basis of the contents, structure, stocks, cash limit, number of employees, number of electronic equipment, and safety measures taken to safeguard the cash and premises covered.

4. Policy Tenure

This policy can be issued for maximum tenure for one year; policy can be renewed after the expiry on the given period based on the discretion of the insurer.

5. What is covered under the Policy?

- Section 1: Fire & Allied Perils
- Section 2: Burglary
- Section 3: Neon Sign - Glow Sign
- Section 4: Business Interruption
- Section 5: Money Insurance
- Section 6: Plate Glass
- Section 7: Fidelity Guarantee
- Section 8: Public Liability
- Section 9: Workmen Compensation
- Section 10: Electronic Equipment

Section 1: Fire & Allied Perils

This section covers

1. **Standard Cover** for the building and structures, plant and machinery, stock and other assets relating to Your business.
2. **In Built Covers:** Under the Standard Cover if We agree to pay Your claim for loss or damage to Insured Property, We will also pay for the following loss or damage and expenses.
 - i. **Additions, alterations or extensions:** Property that You erect, acquire or add during the Policy Period is covered upto 15% of the sum insured for that item. (Excluding Stocks)
 - ii. **Temporary removal of stocks:** Loss to stocks temporarily removed to other premises for fabrication, processing or finishing upto 10% of value.
 - iii. **Cover for Specific Contents:** Cover for money upto ₹50,000 (Rupees Fifty Thousand) during the policy period, cover for documents such as deeds, manuscripts, business books, plans, drawings, securities etc. upto ₹50,000 (Rupees Fifty Thousand) during the policy period, cover for computer programmes, information and data upto ₹5 Lakh (Rupees Five Lakh) during the policy period and cover for personal effects of employees, Directors and visitors upto ₹15,000 (Rupees Fifteen Thousand) per person for a maximum of 20 (twenty) persons during the policy period.
 - iv. **Start-Up Expenses:** Start-up cost incurred by You, consequent upon a loss or damage due to insured events upto ₹ 5 Lakh (Rupees Five Lakh) during the policy period.
 - v. **Professional fees:** Reasonable fees of architects, surveyors and consulting engineers upto 5 % of the claim amount.
 - vi. **Costs for removal of debris:** Reasonable expenses for removal of debris upto 2% of the claim amount.
 - vii. **Costs compelled by Municipal Regulations:** Additional cost of reconstruction of property incurred solely for complying with municipal regulations.

Standard Add-On

You can purchase standard Add-on covers under **this product**. You must apply for these covers, and pay additional premium.

1. Declaration policy for Stocks

You can opt for Declaration Policy to take care of frequent fluctuations in stocks/ stocks value subject to certain conditions. Read the Clause and understand these conditions.

2. Floater cover

You can opt for Floater cover under the Policy for physical loss or damage to Stocks at more than one location subject to certain conditions. Read the Clause and understand the conditions.

Section 2: Burglary Insurance

Covers you for loss and damages caused by Burglary or theft including larceny and/or attempted Burglary

or theft. Therefore in the event of any loss company will indemnify you for:

- Any loss of or damage to property due to Burglary or House-breaking.
- Damage caused to the premises from Burglary or House-breaking.

Section 3: Neon Sign - Glow Sign

Covers you for loss or damage to neon sign/glow sign by accidental external means or by fire, lightning, external explosion and theft or by malicious act. This policy also Liability to Third Parties for death of or bodily injury to any person or damage to property caused by the said Neon sign.

Note: The property described in the schedule hereto must be *examined and inspected at regular intervals of no longer than three months by a qualified electrician* and engineer and his report certifying that the said property is in sound running order.

Section 4: Business Interruption

If Your Business is interrupted because of a loss or damage at the Premises by Fire & allied perils for which valid claim is payable under Section 1 of this Policy, We will pay for the loss resulting from the interruption in respect of the following items in accordance with the Basis of Settlement and the Limit of Liability.

- (a) Reduction in Gross Revenue
- (b) Increase in the cost of working

Section 5: Money Insurance

The company will indemnify the loss of money in transit, by the Insured or Insured's authorized employee(s), occasioned by Robbery, Theft or any other fortuitous cause. The Company shall also indemnify loss of money by Burglary, Housebreaking, Robbery or Hold-up, whilst money is retained at Insured's premises, in safe(s) or strong room, more particularly described in the Schedule.

Section 6: Plate Glass

Covers you for losses due to any sudden, unforeseen, accidental loss or damage to Plate Glass; damage to frame and framework of any description following breakage of Glass following breakage of Glass, the cost of tinting, lettering, painting, embossing, silvering or any other ornamental work on the replacement Glass, provided that such costs have been included in the Sum Insured of the Glass under this Section.

Section 7: Fidelity Guarantee

Direct pecuniary loss sustained by you in consequence of any fraudulent or dishonest act of an Employee if

- You are able to identify which employee is responsible
- The employee's dishonest act is committed in the course of the business during the period of insurance
- The loss is first discovered during the policy period or within 12 months of the expiry of the policy.
- The loss is reported to the police immediately upon discovery
- Our liability to indemnify is subject to the deductible, sum insured and the limit of indemnity.

NB: Any monies which, but for the dishonest conduct of the Employee concerned, would have been payable by you to the Employee (or which may come into your custody, care or control) shall be applied by you, to the extent it is legally entitled to do so, against the amount payable by us in diminution or extinction of any loss.

Section 8: Public Liability

We will indemnify you against legal liability to pay compensation including the Defence costs incurred by you with our written consent, anywhere in India, in accordance with the Indian law, against

- (a) Third Party Property Damage
- (b) Third Party injury/death

A. Caused in the course of the Business by an accident in your business premises, occurring and notified to us during the policy period.

Limit of liability:

Limit of Liability means the amount stated in the schedule, which shall be our maximum liability under this section (inclusive of Damages and/or Defence Costs, and regardless of the number of claimants or the total number or amount of Claims made against you) for any one Claim (AOA) and in the aggregate for all Claims made during the Policy Period (AOY).

Section 9: Workmen Compensation

Legal compensation incurred by you under the Fatal Accident Act 1855, Workmen’s Compensation Act 1923 or any amendment thereto or under Common Law in respect of accidental death, bodily injury, illness or disease to any employee mentioned in the Schedule during the Policy Period arising out of and in the course of employment.

Section 10: Electronic Equipment

Loss or damage to Electronic Equipment caused by unforeseen and sudden accident from any cause other than those specifically excluded.

Loss or damage to External Data Media and/or costs of restoring information and data stored therein.

NB 1: This cover is applicable during the period when after successful completion of their performance/acceptance test, such equipments, parts, accessories are at work or at rest or being dismantled for the purpose of cleaning, overhauling or in course of aforesaid operation themselves or when being shifted within the premises or during re-erection.

NB 2: We will not be liable for payment for the restoration of information and data stored in the External Data Media unless this can be achieved from a back-up system for the lost data and information.

6. Co-payment

Section	Deductibles
Section 1:	i. Excess of 5 % of each claim, subject to a minimum of ₹ 10,000 (Rupees Ten Thousand). ii. For terrorism risk the excess shall be as per the clause attached to this policy
Section 2:	First Rs 1000/- under each and every claim.
Section 3:	First Rs 1000/- under each and every claim.
Section 6:	First Rs 1000/- under each and every claim.
Section 7:	5% of the claim amount subject to minimum of Rs. 2500.
Section 10:	The first 10% or Rs 2500/- (whichever is higher) of each and every claim in respect of damage to electronic equipments and the first 5% or Rs 1000/- of any claim concerning External Data Media.

7. Conditions under the Policy

- **Cancellation:** We may cancel this Policy by sending 15 day’s notice in writing by recorded delivery to You at Your last known address, However this clause shall not be exercised except on grounds of fraud, moral hazard, misrepresentation, or suppression of any material fact either at the time of taking the Policy or any time during the currency of the Policy. You will then be entitled to a pro-rata refund of premium for the unexpired Period of this Policy from the date of cancellation, which We are liable to pay on demand.

You may cancel this Policy by sending a written notice to Us. We shall retain premium for the Period We were on risk which will be calculated based on following Short Period table and the balance will be refunded to You subject to the condition that no claim has been preferred on Us

Expired Premium	Premium Retained
Upto 1 month	25% of annual premium
Above 1 month and upto 3 months	50% of annual premium
Above 3 months and upto 6 months	75% of annual premium
Above 6 months	100% of annual premium

- **Policy premium:** The premium under the Policy shall be payable in advance every year in a single instalment.

8. What is not covered under the Policy? (Major Exclusions under the Policy)

Section 1: Fire & Allied Perils (Building and contents)

1.
 - i. Excess of 5 % of each claim, subject to a minimum of ₹ 10,000 (Rupees Ten Thousand). This means that We will deduct 5 % of each claim, subject to a minimum of ₹ 10,000 (Rupees Ten Thousand) for each and every loss suffered by You under the terms of this policy.
 - ii. For terrorism risk the excess shall be as per the clause attached to this policy.
2. Your deliberate, wilful or intentional act or omission, or of anyone on Your behalf, or with Your connivance.
3. Loss, damage or destruction to any electrical/electronic machine, apparatus, fixture, or fitting by over-running, excessive pressure, short circuiting, arcing, self-heating or leakage of electricity from whatever cause (lightning included). This exclusion applies only to the particular machine so lost, damaged or destroyed. However, any ensuing loss or damage to other insured property due to operation of an insured peril is covered.
4. Loss, destruction or damage to the stocks in cold storage premises caused by change of temperature.
5. Loss, or damage by spoilage resulting from the retardation or interruption or cessation of any process or operation caused by operation of any of the Insured Events.
6. Your Premises or any Insured Building remaining continuously unoccupied for a period of more than 30 days, unless You have obtained prior written approval from Us and such approval is recorded as an endorsement on the Policy.
7. War, invasion, act of foreign enemy hostilities or war-like operations (whether war is declared or not), civil war, mutiny, civil commotion amounting to a popular rising, military rising, rebellion, revolution, insurrection or military or usurped power.
8. Ionising radiation or contamination by radioactivity from any nuclear fuel or from any nuclear waste

from combustion of nuclear fuel, or the radioactive, toxic, explosive or other hazardous properties of any explosive nuclear assembly or nuclear component that is part of it.

9. Pollution or contamination, unless
 - i. the pollution or contamination itself has resulted from an Insured Event, in which case only physical damage to the Insured Property is covered, or
 - ii. an Insured Event itself results from pollution or contamination.
10. Loss, destruction or damage to bullion or unset precious stones, any curios or works of art unless such amount is declared separately and recorded in the Policy Schedule.
11. Loss of any Insured Property which is missing or has been mislaid, or its disappearance cannot be linked to any single identifiable Insured Event.
12. Loss or damage to any Insured Property removed from Your Premises to any other place, except
 - i. machinery and equipment temporarily removed for repairs, cleaning, renovation or other similar purposes for a period not exceeding 60 days,
 - ii. Stock covered under **Clause (C) (4.2)** of this Policy.
13. Any reduction in market value of any Insured Property after its repair or reinstatement.
14. Loss or damage to any Insured Property or any claim which is covered by a marine policy in force at the time of loss or damage, except in excess of the limits of that policy.
15. Any consequential or indirect loss or damage of any description, i.e. losses or extra costs (financial or non-financial) that follow or are a consequence of an Insured Event, like, loss by delay, loss of income or wages or earnings, or of market, or of time, medical expenses, or any costs not covered by this Policy.
16. Costs, fees or expenses for preparing any claim.

Section 2: Burglary Insurance

- Valuables like precious metals, stones, work of art unless specified.
- Loss or damages caused by family members or enemies.

Section 3: Neon Sign/ Glow Sign

- Loss and damages to electric appliances like bulbs, tube lights etc. General wear and tear, losses due to over- running and overheating of equipment.
- Claims arising out of contractual liability, legal liabilities, losses arising due to war or nuclear materials or as a consequence of these.

Section 4: Business Interruption

- If the business is wound up or permanently discontinued.
- Shifting of interest from insured.
- Any sort of changes in business or premises bringing in more risk.

- If no notice is given to company for alteration and modification in infrastructure, business or premises insured.

Section 5: Money Insurance

- Loss of money entrusted to any other person other than insured.
- Loss of money where the Insured or his employee is involved as principal or accessory, except loss due to fraud or dishonesty of the cash-carrying-employee.
- Loss occurring on the premises, after business hours, unless the money is in a locked safe or strong room.
- Loss occasioned by Riot, Strike and Terrorist Activity
- Money carried under contract of affreightment and theft of money from unattended vehicle.
- Loss of money from safe or strong room following use of the key to the safe or strong room or any duplicate thereof belonging to the Insured.
- Loss or damage due to or contributed to by the Insured whereby increasing the risk.

Section 6: Plate Glass

- Loss or damage to Window frames or other fittings
- Cracked or Imperfect Glass or scratches on any plate.
- Loss or damage caused willfully or knowingly by the person beneficially interested in this Policy or by his Agent.
- Embossed Silvered Lettered Bent or any Glass whatsoever other than plain unless specially mentioned.
- Loss alleged to be due to delay in replacing glass.
- Losses directly or indirectly arising from ionizing radiations or contamination by radioactivity from any source whatsoever.
- Loss destruction, damage or legal liability directly or indirectly arising from nuclear weapons material.
- Loss or damage caused by Terrorism and sabotage risks.

Section 7: Fidelity Guarantee

- If this policy shall be continued in force for more than one period of indemnity or if any liability shall exist on the part of the Company under this Policy the liability will remain aggregate for each year as mentioned in policy.
- The Company shall not be liable to pay more than one claim in respect of the action of any one employee.
- The Company shall not be liable in respect of losses arising elsewhere than in India.

Section 8: Public Liability

- The Insured shall bear as Compulsory Excess the amount.
- Liabilities assumed by the Insured by agreement.
- Losses of pure financial nature such as loss of goodwill, loss of market etc.
- Losses due to infringement of plans, copy-right, patent, trade name, trade mark, registered design.
- Losses due to motor vehicle or trailer for which compulsory insurance is required by legislation.
- Losses due to transportation of materials and/or hazardous/dangerous substances outside Insured's premises unless specifically covered.

- Losses due to damage to property owned leased or hired or under hire-purchase or on loan to the Insured.
- Losses due to injury and/or damage occurring prior to the Retroactive Date in the Schedule.
- Losses due to the deliberate, conscious or intentional disregard of the Insured's technical or administrative management.
- Injury to any person under the contract of employment or apprenticeship with the Insured their contractor(s) and/or Sub-Contractor(s).
- **Liabilities more specifically insured elsewhere.**

Section 9: Workmen Compensation

- Any employee who is not a "workman within meaning of the Law(s)".
- Any legal liability of whatsoever nature.
- The liability of the Company under **Coverage of medical expenses** endorsement shall be limited to Rs 50,000/- per person in respect of any one case of injury.

Section 10: Electronic Equipment

- Derangement of the Insured property not accompanied by damage otherwise covered by this policy.
- Faults for which third party is responsible by law or contract.
- Aesthetic defects.
- Portable and mobile items.

Grievance

If You have any grievance about any matter relating to the policy, or Our decision on any matter, or Our decision about Your claim, You can pursue Your grievance with

1. Our Grievance Redressal Officer

You can send Your grievance in writing by post or email to Our Grievance Redressal Officer at the following address:

Grievance cell,

Universal Sompo General Insurance Co.Ltd, Unit No. 601 & 602, 6th Floor, Reliable Tech Park, Cloud City Campus; Gut no 31, Mouje Elthan, Thane Belapur Road, Airoli, Navi Mumbai – 400708

If you have a grievance that you wish us to redress, you may contact us with the details of your grievance through:

- Emails – grievance@universalsompo.com
- Designated Grievance Officer in each branch.
- Company Website – www.universalsompo.com

2. The Consumer Affairs Department of IRDAI—You can register Your grievance on IRDAI's Integrated Grievance Management System (IGMS),
3. The Insurance Ombudsman, depending on the nature of grievance and the financial implication, if any, or
4. The Consumer Protection Forum or the Court.
5. You can find more details about Insurance Ombudsmen at www.ecoi.co.in or www.irdai.gov.in.

Contact Details:

- **Website** : www.universalsompo.com
- **Toll free** : Toll Free Numbers: 1800-200-4030 or 1800-224030
- **Landline Numbers**: (022)-27639800 or (022)-39133700 (Chargeable)
- **E-mail** : contactus@universalsompo.com
- **Courier** : Universal Sampo General Insurance Co. Ltd, Unit No- 601 & 602 A Wing, 6th Floor, Reliable Tech Park, Cloud City Campus; Thane- Belapur Road, Airoli- 400708

INSURANCE ACT 1938 SECTION 41- Prohibition of Rebates

No person shall allow or offer to allow either directly or indirectly, as an inducement to any person to take out or renew or continue an insurance in respect of any kind of risk relating to lives or property in India, any rebate of the whole or part of the commission payable or any rebate of the premium shown on the policy, nor shall any person taking out or renewing a policy accept any rebate, except such rebate as may be allowed in accordance with the published prospectus or tables of the insurer.

ANY PERSON MAKING DEFAULT IN COMPLYING WITH THE PROVISIONS OF THIS SECTION SHALL BE PUNISHABLE WITH FINE WHICH MAY EXTEND TO TEN LAKHS RUPEES.

Disclaimer: In the event of any question relating to interpretation of the insurance coverage, the policy document will prevail.

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