

Machinery Insurance

Insurance Product Information Document



Generali Biztosító Zrt.

Insurance Company incorporated in Hungary

Product:

Machinery Breakdown Insurance

Complete pre-contractual and contractual information on the product is provided in the applicable policy conditions.

The product is subject to the following policy conditions:

- Customer Information and General Provisions Governing Insurance Policies,
- General Terms and Conditions of Property Damage Insurance,
- Collection of Machinery Breakdown Insurance Conditions.

This Insurance Product Information Document is only intended to provide a summary of the main coverage of this insurance product so that you can compare it to other insurance products.

Please note that this IPID does not form an integral part of the insurance policy and does not constitute an offer on behalf of the insurance company.

What is this type of insurance?

This insurance provides indemnity coverage against certain risks specified in the insurance policy as well as certain covered services in consideration of the payment of the insurance premium when the insured events specified in the insurance policy occur. Under the Machinery Breakdown Insurance, the insurance company will indemnify the insured for the loss of and damage to the insured machinery, and shall provide certain services upon the occurrence of insured events specified in the policy conditions, provided that they are covered as agreed by the parties.



What is insured?

Under the basic cover, losses arising from:

- ✓ operator error, incompetence, negligence or willful damage;
- ✓ direct impact of electrical power including ground faults, short circuits or over-current;
- ✓ faulty design, calculation, casting, materials, manufacturing, cracking due to centrifugal force;
- ✓ water shortage in steam boilers and pressure vessels;
- ✓ vacuum explosion or other impact of vacuum, over-pressure, with the exception of explosion;
- ✓ defects or faults of measurement, control and security systems;
- ✓ direct impact of storm, frost and ice streams;
- ✓ mechanical impact of external occurrences;
- ✓ motion in the case of mobile and self-propelled machinery.

The sum insured shall be determined by the policyholder when the insurance is concluded.

Under the clauses set out in the policy conditions, the coverage may be extended to additional property and expenses, such as:

- Mobile and self-propelled machinery and equipment;
- Salvage costs;
- Foundations
- Moving and protection costs.

Optional insurance riders and add-ons:

Machinery breakdown business interruption cover.



What is not insured?

- ✗ You will not be covered against losses and events other than those specifically listed as insured events in the policy conditions.
- ✗ You will not be insured against events specified in the policy conditions' chapters on exclusions and we will not reimburse the associated losses.
- ✗ You will not be insured against excluded events as defined in the chapter on insured property in the policy conditions, and the cover shall not apply to excluded property.
- ✗ The policy conditions set out additional events and losses related to insured events which are excluded from coverage.



Are there any restrictions on cover?

- ! The insurance company's liability shall be limited to the sum insured.
- ! The claim paid shall be reduced by the deductible stated in the insurance policy as well as by the value of the salvage.
- ! The insurance claim may be subject to additional limits set out in the policy within the total sum insured.
- ! The insurance company shall not be liable for the loss or damage if it was caused by willful misconduct or gross negligence, or if the loss prevention and loss mitigation duties were infringed intentionally or with gross negligence.
- ! In certain cases, the insurance company shall not be liable to pay the benefits if the obligation of disclosure and notification of changes is infringed, or if the insured fails to comply with their obligation to notify the loss, or preserve conditions and as a result, material circumstances cannot be revealed.



Where am I covered?

- ✓ You are covered in Hungary.



What are my obligations?

The policyholder and the insured must

- provide us information at the beginning of the contract,
- notify changes, pay the premium and prevent the occurrence of loss during the policy term,
- mitigate loss, notify, clarify and to provide information, in the event of a claim,
- comply with all other obligations specified in the insurance policy.



How and when to pay?

You can pay the insurance premium by

- postal cash transfer order (postal check),
- direct debit authorization (collection),
- bank transfer,
- debit/credit card.

You can pay your premium annually or in monthly, quarterly or semi-annual installments.



When does the cover start and end?

The insurance coverage shall take effect at the time agreed by the parties in the insurance policy; failing that, it shall start at the policy inclusion date and shall end when the policy is terminated.



How do I cancel the contract?

The policyholder may terminate the insurance concluded for an indefinite term in a 30-day written notice, without giving reasons, with effect from the end of the policy period.

The insurance policy will also terminate:

- by the mutual agreement of the parties,
- if the insurable interest ceases,
- if the insurance premium is not paid,
- if the insurance company cancels the insurance policy for convenience in a 30-day written notice, with effect from the end of the period of insurance,
- if the insurance company cancels the insurance policy in a 30-day written notice due to the increase of the insured risk,
- if the policy amendment proposed by the insurance company – in the event of an increase of the insured risk – is refused, or on the 30th day upon receipt of the proposed amendment if the policyholder fails to respond to it within 15 days,
- in other cases specified in the insurance policy.

Noncommittal translation. In the event of any inconsistency between the Hungarian version and the translated English version, the Hungarian version shall prevail.