

Allianz Insurance plc

# All Machinery

Product Information



**Allianz** 

**For Intermediary Use Only**

This document should be used for intermediary reference only as it does not detail the conditions, limitations or exclusions of the cover. Please see the policy wording for further detail.

# All Machinery Product Information

Many companies across a range of industry sectors have machinery that is essential to the running and support of their business. When these machines suffer a breakdown, loss or damage, it can result in unexpected and costly repairs, as well as lengthy interruption to the business.

## How does All Machinery work alongside a property policy?

It is unlikely that your client's property policy provides cover for their machinery outside of traditional risks such as fire, flood and theft. Our All Machinery policy is designed to protect your client's plant and machinery against the cost of repair or replacement following the likes of a breakdown, joint leakage, explosion, operator error and other sudden and unforeseen events.

## Cover

### Sudden and Unforeseen Damage

The policy covers all installed machinery and/or plant and equipment at the insured premises for sudden and unforeseen damage, including explosion of pressure plant, collapse, breakdown, accidental damage and operator error.

### What is the basis of settlement?

We will provide cover for insured property on a reinstatement as new basis.

### Own Surrounding Property

The policy will extend to cover consequential damage to property belonging to your client or in their care, custody or control following damage to items of pressure plant (i.e. a boiler) also insured by the policy, up to a £2,000,000 limit.

### What is the basis of settlement?

We will cover the insured for the reinstatement value of own surrounding property following explosion of pressure plant, plus additional reinstatement costs that are incurred in order to comply with building regulations.

Under these covers, the only instances where we would not provide a settlement on a reinstatement basis and instead indemnity would apply, would be where property is:

- used for the generation of electricity
- glass lined vessels
- mainly used or installed outdoors.

### Cover does not include:

- normal wear and tear
- the cost of maintenance
- rectification of faulty workmanship
- damage by terrorism.





## Standard Extensions

The following extensions apply to our standard wording:

- additional plant – cover for machinery and plant obtained after the inception of the policy, up to policy limit
- additional costs – cover for temporary repair work, up to £25,000
- temporary removal – cover for insured property while it is temporarily located at another premises, or in transit, for repair services or maintenance purposes, up to £100,000
- storage tanks loss of contents (including costs relating to clean-up) – up to £25,000 in any one tank and a maximum in all tanks of £100,000
- hired in plant – up to £20,000 and subject to a maximum new replacement value of £10,000 per item
- claims preparation costs – up to £5,000.

## Complimentary Cover

The following cover extensions can be provided free of charge for new and existing business (subject to underwriting acceptance of trades and machinery):

### Damage to building automation systems

Protection against damage to centralised computer and electronic systems that control security, air conditioning, lighting and other systems, up to £50,000. This cover also includes loss of media, up to £25,000.

### Fire brigade charges

Cover for costs of up to £10,000 following an insured loss that results in the fire brigade being called out.

### Environment and efficiency improvements

We will increase the limits by 25% or £25,000 (whichever is the lesser) following a loss where the plant/machinery is replaced with a greener, more efficient alternative. Our prior agreement must be obtained before the item is replaced.

### Undamaged parts or components

We will reimburse costs of up to £25,000 incurred in replacing undamaged items due to compatibility issues with replacement items following a loss.

### Cost of hiring replacement item

While insured plant/machinery is being repaired or during the time it takes to source a replacement, we will cover hire charges up to £25,000.

## Our Risk Appetite

We recognise that every client is unique, however, in general our risk appetite is for established businesses that have a sound approach to machinery maintenance.

Typical examples of trades, plant and machinery that we will insure include:

Sector	Trade	Typical plant and machinery
Non-manufacture	<ul style="list-style-type: none"> <li>Property owners</li> <li>Leisure/retail facilities</li> <li>Offices</li> <li>Hospitals</li> <li>Hotels</li> <li>Museums</li> <li>Churches.</li> </ul>	<p>Heating, ventilation and air conditioning equipment:</p> <ul style="list-style-type: none"> <li>Air conditioning chiller units and supply systems, including air handling units</li> <li>Heating boilers, pipes, radiators and storage tanks</li> <li>Ventilation fans.</li> </ul> <p>Lifting and handling equipment:</p> <ul style="list-style-type: none"> <li>Escalators</li> <li>Fork lift trucks</li> <li>Passenger and goods lifts</li> <li>Window cleaning access equipment.</li> </ul> <p>Other machinery:</p> <ul style="list-style-type: none"> <li>Alarm and CCTV systems</li> <li>Building monitoring systems.</li> </ul>
Light engineering	<ul style="list-style-type: none"> <li>Soft product manufacturing (excluding plastics)</li> <li>Food manufacturing</li> <li>Brewing</li> <li>Distilling</li> <li>Dry cleaning/laundrette</li> <li>Motor trade/garages.</li> </ul>	<p>Lifting and handling equipment:</p> <ul style="list-style-type: none"> <li>Cranes</li> <li>Fork lift trucks</li> <li>Passenger and goods lifts.</li> </ul> <p>Power distribution equipment:</p> <ul style="list-style-type: none"> <li>Control panels, fuses and switch gear</li> <li>Distribution wiring</li> <li>Generators, pumps and fans.</li> </ul> <p>Other machinery:</p> <ul style="list-style-type: none"> <li>Wrapping plant</li> <li>Production plant</li> <li>Transformers and compressors.</li> </ul>
Medium engineering	<ul style="list-style-type: none"> <li>Furniture manufacturing</li> <li>Wood manufacturing</li> <li>Textile manufacturing</li> <li>Building product manufacturing</li> <li>Electronic equipment manufacturing.</li> </ul>	<p>Lifting and handling equipment:</p> <ul style="list-style-type: none"> <li>Cranes</li> <li>Fork lift trucks.</li> </ul> <p>Water and gas supply, and power generation equipment:</p> <ul style="list-style-type: none"> <li>Tanks, pumps, motors and fans</li> <li>Diesel engines, generators and alternators.</li> </ul> <p>Other machinery:</p> <ul style="list-style-type: none"> <li>Circular saws</li> <li>Lathes and looms</li> <li>Milling machines</li> <li>Machine centres.</li> </ul>

Wherever possible, we would encourage you to detail in your presentation the:

- nature of equipment and processes taken.

## Other ways we can help

The following covers and services complement our All Machinery policy and are available from Allianz.

### Machinery Business Interruption

Wherever a business suffers sudden and unforeseen damage to its machinery, there will be a resulting financial loss. Our Machinery Business Interruption policy provides protection against these financial losses, helping the business to recover once the damage is repaired.

Cover can be arranged on either a loss of gross profit or loss of revenue basis.

Machinery Business Interruption is only available to Allianz All Machinery or Machinery Options policyholders. We may extend this under special circumstances.

### Computer

Our Computer policy provides All Risks cover for loss or damage to computer and auxiliary equipment, including:

- servers, laptops, personal digital assistants, smartphones, removable vehicle satellite navigation systems, broadband modems, digital cameras and digital projectors
- loss or damage to computer media, additional expenditure and e-risks, including malicious code or attack and/or seek, destroy and prevent.

### Engineering Services

#### Inspection Services

Machinery inspections are a regulatory requirement for many businesses and they can help reduce the likelihood of equipment breaking down.

With over 550 Allianz Engineering surveyors, we offer a wide range of plant and machinery inspection services in line with periodical regulatory requirements, including:

- electrical and mechanical (e.g. engines, motors, pumps and compressors)
- lift and crane inspections (e.g. loading shovels and fork lifts)
- power press inspection (e.g. guillotines)
- pressure plant inspections (e.g. heating and cooling systems).

#### Special Services

Our Special Services team can provide specialist one-off inspections, assessments and technical advice to help your clients operate their plant and machinery in a safe and efficient manner. These services should be obtained in addition to inspections required for compliance with regulations.

We can provide one-off inspections, alongside bespoke consultation in the fields of:

- pressure plant, including compliance with Control of Major Accident Hazards (COMAH) regulations
- lifting equipment and plant, including compliance with Lifting Operations and Lifting Equipment Regulations (LOLER) and Provision and Use of Work Equipment Regulations (PUWER)
- energy performance certification, carbon reduction and heating and air conditioning efficiency
- environmental issues (such as asbestos)
- electrical installations and portable appliances
- non-destructive testing (including thermal imaging surveys)
- health and safety assessments.

### Machinery Options

For clients looking to combine an Inspection Service with breakdown and accidental damage cover for key items of plant, we have our Machinery Options policy.

For more information and a full list of cover options and services, please contact your local Allianz Engineering representative.

## Risk Management

Our engineer surveyor team spans the entire country, so no matter where your client is based, our specialist surveyors can assess the risk to help mitigate the chance and effects of a loss.

In addition, Risk Director, our FREE online risk management service, can help your clients to reduce claims frequency, save money (via a range of preferred supplier discounts) and assist with complying with health and safety regulations.

Risk management services and goods available from our preferred suppliers include valuation services for both plant and machinery, specialist cleaning services for ductwork and ventilation systems, lightning/surge protection for electronic devices, and much more.

**RiskDirector**  
[www.riskdirector.co.uk](http://www.riskdirector.co.uk)



## Claims

As a specialist engineering insurer, we consider it particularly important that claims are handled within a team that is used to dealing exclusively with engineering related claims.

Our claims handlers understand the needs of the engineering industry and have experience in handling large plant and machinery claims.

Our in-house team are supported by a select group of loss adjusters – this enables the team to make accurate, swift decisions to move claims forward with minimum disruption to your client's business.

### Claims Example

A national stadium was due to host an event and in preparation (a week in advance) looked to upgrade their electrical distribution equipment. Whilst work was being undertaken, the switch gear was turned off so they could conduct work on another area of the circuit. Upon turning the item back on, a short circuit occurred and blew the switch gear, resulting in a fire which damaged parts of the electrical system. This was not a traditional breakdown claim as the item was not operational at the time. The cause was a gradual developing flaw and would not be covered under a standard property policy.

The client had an All Machinery policy in place and as damage was sudden and unforeseen, our claims team responded instantly by arranging the timely replacement and repair work. We were able to respond within three days so the stadium could host the event with no interruption. The cost of the claim totalled £29,000.



### **Why Allianz Engineering?**

We are one of the largest general insurers in the UK and part of the Allianz Group, the largest property and casualty insurer in the world. We have been providing engineering solutions since 1925, so we are confident we know our business.

If you would like to know more about our All Machinery proposition, please contact your local Allianz Engineering representative.

[www.allianzengineering.co.uk](http://www.allianzengineering.co.uk)

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