

# MACHINERY BUSINESS INTERRUPTION

## quick guide

**Whenever a business suffers sudden and unforeseen damage to its machinery, there will be a resulting financial loss and disruption to business until the machine is back up and running. Our Machinery Business Interruption cover provides protection against these financial losses, helping your client's business to recover.**



### COVER

Our cover is designed to suit businesses in a large range of sectors and our appetite includes a multitude of plant and machinery types. We will cover financial loss during the indemnity period, which represents the length of time that it will take to repair the damage and for turnover or revenue to return to normal levels.

Cover can be arranged on one of the following bases:

#### **Basis One – Loss of Gross Profit**

Your client will be paid the amount of gross profit lost during the indemnity period and any additional costs incurred to avoid loss of gross profit (up to the amount saved).

#### **Basis Two – Loss of Revenue**

Your client will be paid the amount of revenue lost during the indemnity period and any additional costs incurred to avoid loss of revenue (up to the amount saved).

The following cover extensions are provided in our standard wording:

- **Claims preparation costs** – up to £10,000
- **Payments on account** – interim payments can be made ahead of final settlement for claims where we have admitted liability.

### MACHINERY BUSINESS INTERRUPTION WORKS ALONGSIDE:

#### **Allianz Engineering machinery insurance propositions**

Our Machinery Business Interruption policy has been constructed to work alongside

our All Machinery policy. The policies work simultaneously, providing your client with complete protection against losses as a result of machinery or plant breakdown or damage.

#### **A property policy**

The business interruption cover within a property policy will cover perils such as flood, theft and fire, but there are various other ways that machinery can become damaged or be destroyed. Our Machinery Business Interruption policy is designed to cover financial loss following events such as:

- Breakdown due to a mechanical or electrical defect in an item of plant or machinery
- Operator error or collapse
- Joint leakage, cracking, fracturing or overheating of boilers or other steam plant
- Overheating or electrical burnout of plant and machinery.



When machinery suffers a breakdown or is damaged, the resulting loss of profit can have a larger financial impact than the bill for a replacement item/repair costs and hire charges.



GENERAL INSURER OF THE YEAR

#### **For Intermediary Use**

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 or proposition brochure for further details.





## MAKING A CLAIM:

Our specialist engineering claims handlers understand the needs of the engineering industry and are supported by a select group of loss adjusters who can enhance the claims service. This enables the team to make accurate, swift decisions to move claims forward with minimum disruption to your client's business.

Need to notify us of a claim? Simply call **01483 265825** (available 9am to 5pm Monday to Friday) or email **claims@allianzengineering.co.uk**

Visit **allianz.co.uk** to view full details of our engineering insurance propositions and inspection contract, as well as our range of special services.

## WHY ALLIANZ ENGINEERING, CONSTRUCTION & POWER?

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 Machinery Business Interruption proposition, contact your local Allianz Engineering, Construction & Power office.

## TARGET BUSINESS

Machinery Business Interruption is designed to complement Allianz Engineering machinery insurance propositions, therefore, the risk appetite is very similar.

Premises that we would consider include:

- Hospitals
- Hotels
- Leisure/retail facilities
- Manufacturing (factories)
- Motor trade garages
- Offices.

Examples of machinery include:

- Heating and air conditioning equipment:
  - Air conditioning chiller units
  - Boilers, pipes and radiators
  - Ventilation fans.
- Lifting and handling equipment:
  - Escalators and fork lift trucks
  - Passengers and goods lifts
  - Window cleaning access equipment.
- Power distribution equipment:
  - Control panels and switch gear
  - Distribution wiring.
- Other machinery:
  - Lathes, saws and looms
  - Transformers and compressors
  - Wrapping plant, production plant.

## ADDITIONAL COVERS AND SERVICES AVAILABLE

### All Machinery

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

### Deterioration of Stock

For clients that require a refrigerated environment to store goods, we have our Deterioration of Stock policy. We will replace what is lost or pay for the loss or damage as a result of an accident which causes a rise or fall in temperature, or causes refrigerant or refrigerant fumes to escape.

### 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. It also covers your client for loss or damage to computer media, additional expenditure, and provides some protection for events involving e-risks.

### Allianz Engineering Inspection Services

We offer a wide range of plant and machinery inspection services in line with periodic regulatory requirements, including:

- Electrical and mechanical inspections
- Lift and crane inspections
- Power press inspections
- Pressure plant inspections.

### Allianz Special Services

For machinery not subject to regulatory inspections, we can provide specialist one-off inspections and advice, alongside bespoke consultation, for pressure and lifting plant, energy, environment, electrical installations and more.

Visit **allianz.co.uk** to view full details of our insurance propositions and inspection contracts, as well as our range of special services.

## SELF-SERVICE RISK MANAGEMENT

Our specialist engineering risk surveyors span the entire country, so no matter where your client is based, our surveyors are on hand. In addition, our FREE online risk management service can help your clients reduce claims frequency, save money, assist with complying with health and safety regulation and improve trading practices.

For more information, visit **allianz.co.uk/riskmanagement**