

The Precision Engineers policy has been designed specifically for the precision engineering and toolmaking industries. It provides a wide range of cover under the automatically included Sections described below with no under-insurance clauses applying except to the optional buildings item under the Property Damage Section.

Full details of the terms, conditions and exclusions which apply are contained in the policy itself, a specimen copy of which is available on request.

Property Damage

Contents are covered against all risks including subsidence with standard sum insured over all premises equal to estimated annual turnover, subject to the following standard limits per premises:

- Non-ferrous metal excluding aluminium - £5,000 any one claim
- Computers - £10,000 any one claim

The following items are covered against all risks anywhere in the UK with the standard limits shown:

- Portable tools - £5,000 any one claim and £750 any one item
- Portable electronic equipment - £5,000 any one claim and £1,500 any one item

The standard contents sum insured and any of the above limits can be increased on request.

Cover also includes:

- Breakdown of electronic business equipment including computers - limit £25,000 any one claim and £50,000 any one period
- Contents whilst at any machine makers, metalworkers etc. premises in the UK including (except for machine tools) whilst in transit - limit £100,000 any one claim
- Cost of changing locks if keys are stolen - limit £1,000 any one claim
- Fixed glass and sanitaryware if buildings are not insured - unlimited
- Exhibitions - limit £25,000 any one claim

All risks cover on buildings (including fixed glass and sanitaryware) is available as an option, with or without cover for subsidence, ground heave and landslip. A day one inflation provision of 25% applies.

A £250 excess applies to each claim except those for clothing and personal effects included within contents, cost of changing locks, and subsidence damage to buildings (for which the minimum excess is £1,000).

Loss of income (excluding cost of purchases) following damage insured under the Property Damage Section is covered with standard sum insured equal to 80% of estimated annual turnover for an indemnity period of 12 months.

Loss of book debts following damage to accounts records is covered with a standard sum insured of £150,000 per premises.

The above sums insured and indemnity period can be increased on request.

Cover also includes loss of income following:

- Denial of access to your premises, and damage at the premises of public utilities - limit equal to income sum insured
- Damage at the premises of unspecified suppliers and customers in the U.K., or to property in transit limit £250,000 or 10% of income sum insured, whichever is less
- Outbreak of human infectious disease
- Loss of employees resulting from a National Lottery win

Goods in Transit

Goods other than machine tools are covered against all risks whilst in transit anywhere in the U.K. or Ireland with a standard load limit of £10,000 which can be increased on request.

A £250 excess applies to each claim.

Loss of Business Money

Loss of business money is covered with the following standard limits:

- In transit, at contract sites, in bank night safe, or in your premises during business hours - £5,000*
- In your premises outside business hours in safe - £2,500*
- In your premises outside business hours not in safe, in the custody of travellers, or in private dwellings - £500
- Non-negotiable money - £250,000

* These limits may be increased on request subject to adequate security.

Cover also includes:

- Unauthorised use of credit cards - limit £500 any one period of insurance
- Fidelity guarantee including loss of money or goods - limit £10,000 any one claim

Cover applies to sole traders, partners, directors and employees aged between 16 and 75, providing compensation for injury caused by assault during theft of money in any of the situations covered under the Loss of Business Money Section, or theft of other property from your premises, as follows:

- Death, loss of limbs and/or loss of sight, or other permanent total disablement - £25,000
- Temporary total disablement - £100 per week for up to 2 years
- Temporary partial disablement - £25 per week for up to 2 years
- Medical expenses - £100 or 15% of the weekly benefit paid, whichever is greater

Liabilities

Cover is provided for Employers, Public and Products Liability with the limits shown below. Territorial limits are worldwide (except for products knowingly exported to USA/Canada unless specially agreed). Court attendance costs and Health and Safety at Work Act defence costs are also insured.

Employers Liability £ limit £10 million costs inclusive

Standard extensions include cover for Unsatisfied Court Judgements and for Working Partners.

Public Liability £ limit £2 million with option to increase to £5 million

Standard extensions include:

- Defective Premises Act liability
- Leased or rented premises
- Member to member liability
- Motor contingent liability
- Overseas personal liability
- Data Protection Act liability (period limit £250,000)

A £250 excess applies to each claim for damage to property.

Products Liability £ period limit £2 million with option to increase to £5 million

Standard extensions include Consumer Protection Act and Food Safety Act defence costs

Personal Accident

Cover applies to sole traders, partners and directors aged between 16 and 70, providing compensation for injury other than that insured under the Personal Accident (Assault) Section, as follows

- Death, loss of limbs, loss of sight, or other permanent total disablement - £10,000
- Temporary total disablement - £100 per week for up to 2 years
- Medical expenses - £100 or 15% of the weekly benefit paid, whichever is greater

Cover is available at an additional premium for:

Inspections

Whether statutory, periodic or special, the inspection service is designed to meet your legal obligations and to enable the provision of a safe working environment by giving independent assessment of plant condition. Also included is cover for impact damage to your other property caused by fragmentation of the inspected plant, subject to a £100,000 limit any one accident.

Damage to Machinery and Plant

Cover is available for damage either to specified items or to all machinery and plant, subject to a £500,000 limit any one accident, against the following contingencies:

- Explosion and Breakdown - (1) explosion, collapse or overheating of boilers or other pressure plant, including failure of boiler seams
(2) breakdown of mechanical and electrical machinery and plant
- Sudden and Unforeseen Damage - as (1) and (2) above plus other accidental damage e.g. by external impact

Also included is cover for damage to your other property as a result of the explosion of boilers or pressure vessels, subject to a £1,000,000 limit any one accident.

Terrorism

Limits of £100,000 for losses caused by terrorism apply individually to buildings, contents, loss of income and book debts. We will be pleased to quote separately for the limits to be increased to the full sums insured if required.

Contract Law

The parties to an insurance contract are allowed to agree which country's law will apply to the contract. In the absence of any written agreement to the contrary, the law of England and Wales will apply.

Premium Payment Plan

Please ask your broker for details of our competitive terms for paying premium in instalments.

Helplines

We provide the following helplines 24 hours a day, 7 days a week:

Legal advice - confidential advice on matters such as employment, tax and contract disputes

Claims and emergencies - enabling immediate reporting of an incident and calling out of a contractor to deal with an emergency such as serious roof damage

Glazing and security - rapid replacement of glass and locks and other emergency security measures

It is a condition of the Property Damage and Loss of Business Money Sections of the Policy that the security protections at your premises meet the following minimum standard (an intruder alarm may also be required in some cases), unless NIG agree to any variations:

Timber final exit doors (excluding sliding doors)

- a If single leaf, a mortice deadlock conforming to BS3621 with matching boxed steel striking plate
- b If double leaf
 - i on the first closing leaf flush or barrel bolts, the latter at least 200mm (8 $\frac{1}{2}$) long, or key-operated locks or bolts, fitted top and bottom in every case
 - ii on the second closing leaf a mortice deadlock conforming to BS3621 with matching boxed steel striking plate, or a substantial padlocking bar and good quality close shackle padlock
- c If single or double leaf and also outward opening, hinge bolts fitted top and bottom

All other external timber doors, and internal timber doors giving access to any part of the premises not in your sole occupation or to any adjoining premises (excluding sliding and fire exit doors)

- a If single leaf, a mortice deadlock conforming to BS3621 with matching boxed steel striking plate or key-operated mortice rack bolts fitted top and bottom
- b If double leaf
 - i on the first closing leaf flush or barrel bolts, the latter at least 200mm (8 $\frac{1}{2}$) long, or key-operated locks or bolts, fitted top and bottom in every case
 - ii on the second closing leaf a mortice deadlock conforming to BS3621 with matching boxed steel striking plate, or a substantial padlocking bar and good quality close shackle padlock
- c If single or double leaf and also outward opening, hinge bolts fitted top and bottom

External aluminium or UPVC doors (excluding sliding and fire exit doors)

Cylinder operated mortice deadlock and, if double leaf, flush bolts on the first closing leaf

Steel final exit doors and all sliding final exit doors

Substantial padlocking bar and good quality close shackle padlock

All other steel doors and all other sliding doors

Substantial padlocking bar and good quality padlock, either close shackle if fitted externally or open shackle if fitted internally

Roller shutter doors

Cylinder profile lock welded to the shutter channel on each side one metre (40 $\frac{1}{2}$) from ground level

All fire exit doors

Panic bar, and hinge bolts fitted top and bottom

Opening basement and ground floor windows and fanlights, and other opening windows fanlights and skylights which are accessible from roofs balconies canopies fire escapes or downpipes

Key-operated window locks with the keys removed when in operation, or solid steel bars not less than 16mm (5/8 $\frac{1}{2}$) diameter and not more than 125mm apart, securely fixed to the brickwork or masonry surrounding the window

In completing this form, please tick the appropriate boxes and answer all questions in BLOCK CAPITALS

Full Name of Proposer (Please show names of all companies to be insured including all subsidiaries. If not a limited company, full names of all each)				
Company Registration No.				
Trading Name				
Postal Address				
	Postcode			
Situation of property to be insured if different from above				
	Postcode			
Business Phone No.				
Survey Contact Name				
Period of Insurance	Inception Date	/ /	Renewal Date	/ /

1. Please give a general description of your business

2. What is your estimated annual turnover for the forthcoming year? £

3. What percentage of your turnover applies to the following work?

Precision engineering	%	General production engineering	%
Toolmaking	%	Repetition work	%
Other (please specify)			

4. Does the business involve fabrication, working in sheet metal, wood or plastics, paint spraying, or use of power presses, ovens or spinners? YES NO

If YES please give details including the percentage of your turnover in respect of each process

1 Your business contents are covered with a standard sum insured equal to your estimated annual turnover. Claims for some types of property included within contents are subject to the standard monetary limits shown below, and when deciding the adequacy of the limits for your own needs please bear in mind that for the purposes of the policy "computers" includes computer equipment, computers, word processing equipment, lap top computers, computer aided design equipment, keyboards, visual display units, publishing equipment, graphic design equipment and electronic imaging equipment. (The replacement cost of both hardware and software should be considered. Do not include the value of computer equipment incorporated within machine tools.)

If the standard cover is insufficient please state your requirements:

	Standard Cover	Requirements
Total business contents over all premises to be insured	Equal to turnover	£
Non-ferrous metals excluding aluminium (per premises)	£5,000 any one claim	£
Computers (per premises)	£10,000 any one claim	£

2 Portable tools and portable electronic business equipment (consisting of lap top computers, electronic note pads, modems, machines, mobile phones, pagers, dictation machines and calculators) are covered anywhere in the U.K. subject to the standard limits shown below.

If the standard cover is insufficient please state your requirements:

	Limit	Standard Cover	Requirements
Portable tools	Any one claim	£5,000	£
	Any one item	£750	£
Portable electronic business equipment	Any one claim	£5,000	£
	Any one item	£1,500	£

3 Are the buildings:

- a. built entirely of non-combustible materials? YES NO
- b. heated only by low pressure hot water apparatus, or fixed gas or electric appliances? YES NO
- c. in a good state of repair? YES NO
- d. specially exposed to damage by storm or flood? YES NO
- e. solely occupied by you? YES NO

If you have ticked any of the shaded boxes, please give details:

4 Does the security at your premises meet our Minimum Security Standard? YES NO

If not, please state in what ways the Standard is not met:

5 Do you have an intruder alarm at your premises? YES NO

If yes:

- a. please attach a copy of the specification
- b. is it maintained by the alarm company under contract? YES NO
- c. state the method of remote signalling used

6 Do you require any of the buildings to be insured? YES NO

If yes:

a. please give their address and full rebuilding cost as at the inception date of this insurance

b. is cover for subsidence, ground heave and landslip required? YES NO

7. If the answer to question 6b is yes:

a. Have your premises or those either side ever suffered, or are they showing signs of, such damage? YES NO

b. To your knowledge is the vicinity susceptible to such damage? YES NO

c. Are your premises in the immediate vicinity of any river bank, railway, embankment, cliff, quarry, mine or other underground working, or on made up ground? YES NO

d. Are there any trees or shrubs over 20 ft. in height within 30 ft. of the buildings? YES NO

If you have ticked any of the shaded boxes, please give details:

8. If you require insurance for any other items, please give details:

1. If the standard cover is insufficient please state your requirements:

	Standard Cover	Requirements
Income (less cost of purchases) from all insured premises	Equal to 80% of turnover	£
Maximum indemnity period	12 months	month
Book value per premises	£150,000	£

2. If you require any further extensions e.g. specified suppliers or customers, please give details:

If the standard £10,000 load limit is insufficient, what limit do you require? £

1. If the standard £5,000 limit on negotiable money in transit, at contract sites, in bank night safe or on the premises during business hours is insufficient, what limit do you require? £

2. If the standard £1,500 limit on negotiable money in locked safe is insufficient:

a. what limit do you require? £

b. state the make, model and age of safe, and whether it is anchored to the floor:

1 Do you require the standard £2,000,000 indemnity limit for Public and Products Liability to be increased to £5,000,000? YES NO

2 Do you comply with all relevant workplace legislation? YES NO

3 Have you, or to your knowledge, any former owner or occupier of the premises ever been prosecuted or sued for any pollution problem? YES NO

If 'yes' please give details

4 Do you enter into any contracts under which you extend your liability at common law or under statute, or waive your legal rights against others? YES NO

If 'yes' please give details

5 Do you carry out manual work away from your own premises? YES NO

If 'yes'

a. State percentage of your turnover derived from this work %

b. State annual wages, including payments to working directors and partners, in respect of

i. work away involving application of heat £

ii. other manual work away £

c. Does it involve:

i. work in or on railways, docks, marine craft, airports, aircraft, power stations, gas, chemical or petrochemical works or offshore installations? YES NO

ii. work abroad? YES NO

d. Please give details of all manual work away and state in which countries any work abroad is carried out

6 Please give a general description of your products and their applications, and attach any brochures or other literature about products

7 Do you have a quality control system? YES NO

If 'yes' please give details

8 Are any of your products:

a. greater than 1 cwt (50 kgs) in weight per unit? YES NO

b. supplied to the motor vehicle, marine, aerospace, mining, petrochemical, nuclear or offshore industries, or used for medical or surgical purposes? YES NO

If 'yes' please give details

9 To your knowledge have your products ever been exported, or will they in future be exported to the U.S.A. or Canada or their dependencies or trust territories? YES NO

If 'yes'

a. please give details of exports to these countries including turnover for the last year and estimated turnover for the current year

b. do you have any show harmless? or other agreements with customers, suppliers or agents in these countries? YES NO

1 Are you (if a sole trader), all partners (in respect of partnerships) or all directors (in respect of limited companies) in good health and not physically disabled to the best of your knowledge and belief? YES NO

If 'NO' please give details:

1 Do you require inspection of any machinery and plant? YES NO

If 'YES' please list the items below:

2 Do you require insurance for damage to machinery and plant? YES NO

If 'YES' please tick which options you require:

a. Specified items (please list below) OR All machinery and plant

b. Explosion and breakdown cover OR Sudden and unforeseen damage cover

NB: If you select the 'all machinery and plant' option but only some items require inspection please list those items

Item Description	Inspection Y/N	Insurance Y/N

1 In respect of the covers proposed, have you or any director or partner, either in the name of the business proposed or in the name of any other business in which any of you have had an interest:

a. ever been insured? YES NO

b. ever had a proposal for insurance declined, renewal refused, cover terminated, increased premium required or special conditions imposed by any insurer? YES NO

c. sustained any loss or had any claim made against you, whether insured or not, during the last 5 years? YES NO

2 Either personally or in any business capacity, have you or any director or partner in the business proposed ever been:

a. convicted of or charged (but not yet tried) with:
 (i) a breach of any health and safety legislation? YES NO

(ii) any other criminal offence other than a motoring offence? YES NO

b. declared bankrupt or the subject of bankruptcy proceedings? YES NO

c. the subject of a County Court judgement (or Scottish equivalent)? YES NO

d. a director or partner in any business which has been the subject of an individual voluntary arrangement with creditors, voluntary liquidation, a winding up or administrative order, or administrative receivership proceedings? YES NO

3 Have you been in business in the name(s) shown under 'Proposers' Details' above for less than 3 years? YES NO

If 'YES' please provide previous business history:

IF YOU HAVE TICKED ANY OF THE SHADED BOXES, PLEASE GIVE DETAILS OVERLEAF

PLEASE ENTER ADDITIONAL INFORMATION AND MATERIAL FACTS BELOW

DECLARATION

IMPORTANT NOTE

You are reminded that you must provide all material information likely to influence the acceptance and assessment of this trade. If you have any doubt as to whether a fact is material it should be disclosed above. Failure to disclose all material facts may cause your policy or result in your policy not operating fully.

I/we declare that the statements made by me/us in this Proposal to the best of my/our knowledge and belief are true and complete and that no material facts have been omitted. If any answer has been given by any other person that person shall be deemed to be for the same purpose.

I/we agree that this Proposal and Declaration shall be the basis of the contract between me/us and The National Insurance Corporation Ltd trading as NIC (the Company), and to accept a policy (a specimen of which is available on request) and to pay the premiums thereon.

I/we understand that insurers share information with each other and other financial organisations, primarily to help assess overall credit risk.

Signature

Status

Date

