

Mobile Plant & Equipment Package:

What's changing?



This is a summary of the main changes under our new Mobile Plant & Equipment Package (Chubb05-05-0621) and how this compares to the previous Mobile Plant & Equipment Policy Wording. It does not form part of the Policy and cannot be relied on as a full description of the cover provided, or the coverage changes that have been made by Chubb. For the full terms, conditions and exclusions of cover, please refer to the Policy Wording, Policy Schedule, proposal and any endorsements. The Policy Wording also defines certain terms used in this summary.

Cover under each Section is provided only if purchased, as shown in the applicable Policy Schedule.

Whilst the majority of coverage available under the new Mobile Plant & Equipment Wording expands coverage compared to the previous version, there are some areas where Chubb has had to restrict or change the way we provide cover. In addition, we've sought to provide more clarity in certain parts of wording on cover provided.

Definitions

New: **Additional Excess** – clarifying circumstances where additional excess(es) may apply.

New: **Age & Inexperienced Excess** – clarifying circumstances where additional excess(es) may apply.

Amended: **Hired in Machines** – Amended definition with some additional Machine types excluded under Hired in Machines such as Trucks & Prime Movers (can be consider as part of Optional Endorsement 4.1 Hired in Machines). Cranes lifted from 20 tonnes to 25 tonnes lifting capacity.

New: **Tipping Excess** – clarifying circumstances where additional excess(es) may apply.

Section 1 – Damage to Machines

2. Basis of Settlement

Amended: Replacement Value (subject to Sum Insured) increases from 24 months to 60 months. *Importantly, please ensure Schedule of Machines Insured reflects this updated Basis of Settlement.*

3. Additional Covers

Amended: 3.1.2. Appreciation in Value For Machines – Amended to reflect change in Basis of Settlement from 24 months to 60 months.

New: 3.1.23 Machines under Finance – Gap Protection. Now included as standard Additional Cover for Machines greater than 60 months old– was previously an Optional Cover.

4. Optional Endorsements

Amended: 4.3 Finance Payment Protection: Clarifying that cover ceases when cash settled.

Section 2 – Increased Cost of Working

Amended: Basis of Settlement shows limits as an aggregate limit per Policy Period – was previously shown in Policy Schedule.

Section 3 – Loss of Income

Amended: Basis of Settlement shows limits as an aggregate limit per Policy Period – was previously shown in Policy Schedule.

Section 4 – Registered Machine Liability

3. Extensions to Section 4, Subsection 1 & 2.

Amended: 3.8 Registered Machines covered under Section 1, Subsection 4.1 – Hired in Machines (Blanket Cover). Clarifying that cover under Section 4. also extends to cover Machines that are covered Additional Cover 3.1.8 Hired in Machines.

Section 5 – General Liability

4. Exclusions

Amended: 4.2: Professional Liability & 4.3 Designs, Plans, Specifications, Patterns and Formulas

Was historically incorporated by way of mandatory endorsement. Wording has been amended to reflect this rather than by way of endorsement.

New: 4.6: Contractors and Sub Contractors

Was historically incorporated by way of mandatory endorsement. Wording has been amended to reflect this rather than by way of endorsement.

New: 4.7: Defective Concrete (Rip & Tear)

Was historically incorporated by way of mandatory endorsement. Wording has been amended to reflect this rather than by way of endorsement.

General Exclusions Applying to All Sections

Amended 7. Provides more definition around what is underground for purposes of exclusion

New 8. Communicable Disease Exclusion – Mandatory exclusion

New 9. Cyber Exclusion – Mandatory exclusion

Exclusions Applying to Section 1, 2, 3 & 4

New: 16.5 excluding drill pipes, collars, rock bits, reamers, core barrels, stabilisers, lugging equipment, casings and tools of any kind while below the rotary table, below ground or underground. Was historically incorporated by way of mandatory endorsement. Wording has been amended to reflect this rather than by way of endorsement.

New: 18. Excluding cover for Machines being a drilling rig or other drilling, tunnelling or trenching equipment being used or operated in or connection with:

1.1 oil, gas or geothermal drilling;

1.2 oil, gas or geothermal wells.

Was historically incorporated by way of mandatory endorsement. Wording has been amended to reflect this rather than by way of endorsement.

Conditions Applying to All Sections of the Policy

Amended: 2 Acquired Entities. 2.2. the Business and the machines of the acquired company must be of a similar type to the Business and Machines of the Insured.

New: 19. Application of Excess. Providing more clarity in how excess applied and outlining that in certain circumstances an excess may not be payable.

Cancellation

Amended 1. Outlines what Chubb will retain when policy cancelled by Insured.

About Chubb in Australia

Chubb is the world's largest publicly traded property and casualty insurer. With operations in 54 countries and territories, Chubb provides commercial and personal property and casualty insurance, personal accident and supplemental health insurance, reinsurance and life insurance to a diverse group of clients. As an underwriting company, we assess, assume and manage risk with insight and discipline. We service and pay our claims fairly and promptly. The company is also defined by its extensive product and service offerings, broad distribution capabilities, exceptional financial strength and local operations globally. Parent company Chubb Limited is listed on the New York Stock Exchange (NYSE: CB) and is a component of the S&P 500 index. Chubb maintains executive offices in Zurich, New York, London, Paris and other locations, and employs approximately 31,000 people worldwide.

Chubb, via acquisitions by its predecessor companies, has been present in Australia for 100 years. Its operation in Australia (Chubb Insurance Australia Limited) provides specialised and customised coverages, including Business Package, Marine, Property, Liability, Energy, Professional Indemnity, Directors & Officers, Financial Lines, Utilities, as well as Accident & Health insurance, to a broad client base, including many of the country's largest companies. Chubb also serves successful individuals with substantial assets to insure and consumers purchasing travel insurance. With five branches and more than 800 staff in Australia, it has a wealth of local expertise backed by its global reach and breadth of resources.

More information can be found at www.chubb.com/au.

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