

## ADVISORY

In response to regarding 30 days unoccupancy clause in Property ( Standard Fire & Special Perils Policy and Industrial All Risks Policy) and Cessation of Work clause in Engineering Policies (Construction All Risks Policy, Erection All Risks Policy and ALOP / DSU Policy), we are in receipt of queries from clients / Intermediaries with details of such policies of clients wherein the insured premises has become unoccupied directly as a result of Government order aimed at controlling the Covid-19 outbreak, our position on the issue is as mentioned under :

### **Operational Policies**

We confirm continuity of cover under the above policies shall be maintained for a period not exceeding 3rd May 2020 or till such time the lockdown is extended by the Government for the insured premises location.

During this extension of cover, it is a condition precedent to the Insurer's liability under the Property policy issued that the Insured shall take all reasonable measures with due diligence and do all things reasonably practicable to protect the insured property, including but not limited to:

- a. maintaining in active state all available detection and protection systems e.g. fire and smoke detection systems, fire-fighting systems, burglary protection systems, flood protection measures, fences and video control systems; and
- b. shutting off electric power in plant and storage blocks, without impacting (a) above.

### **Construction All Risks Policy, Erection All Risks Policy and ALOP / DSU Policy**

We also confirm our agreement to waive the Cessation of Works (CoW) exclusion under the Project Insurance policies up to 3rd May 2020 or till such time the lockdown is extended by the Government for the Insured Project location.

This Cessation of Works (CoW) exclusion waiver will stand immediately withdrawn as soon as lockdown is relaxed by the Government allowing works to be carried out in areas where the insured projects are being executed.

During the period of such CoW waiver, it is a condition precedent to the Insurer's liability under the policy that the Insured shall take all reasonable measures with due diligence and do all things reasonably practicable to protect the insured property, including but not limited to:

- a. maintaining in active state all available detection and protection systems e.g. fire and smoke detection systems, fire-fighting systems, burglary protection systems, flood protection measures, fences and video control systems; and
- b. Shutting off electric power at the project works without impacting (a) above.

Pl note that ALOP / DSU cover shall not be operative during such period of CoW. Any period of CoW shall not prolong the original policy period.

The Policyholders, those who have not yet contacted us or their intermediaries, may directly contact the insurers or take the assistance of Agents or Intermediaries through whom they have availed the Insurance Policies. The Insurers, Agents and Intermediaries who have placed business should work together to ensure that Policyholders are guided appropriately during these difficult times.