

PRODUCT DISCLOSURE SHEET



LONPAC INSURANCE BHD (307414-T)

(Please read this Product Disclosure Sheet before you decide to take out the *Mobile Equipment* insurance. Be sure to also read the general terms and conditions.)

Mobile Equipment

1 January 2010

1. What is this product about?

This policy indemnifies you against fire, theft and accidental damage to mobile equipment.

2. What are the covers / benefits provided?

This policy covers loss or damage to your mobile equipment (such as forklift, excavator, dump truck) due to:

- accidental collision or overturning,
- fire, external explosion, self ignition, lightning,
- burglary or theft,
- impact damage provided no flood, typhoon, hurricane, storm, earthquake or other convulsion of nature is involved.

Duration of cover is for one year. You need to renew your insurance policy annually.

3. How much premium do I have to pay?

The premium you have to pay may vary depending on the sum insured, nature of your business or occupation and our underwriting requirements:

Example

Policy Sum Insured

RM100,000

The estimated gross premium which is including agent's commission but excluding service tax and stamp duty is RM 1,000.

4. What are the fees and charges that I have to pay?

- | | |
|-------------------------------------|-------------|
| • Commission to the insurance agent | • Up to 25% |
| • Service tax (for business entity) | • 5% |
| • Stamp duty | • RM10 |

5. What are some of the key terms and conditions that I should be aware of?

- Duty of disclosure - You must disclose all material facts which you know or ought to know. You must ensure that the proposal form is completed accurately as it forms the basis of the insurance contract.
- Premium warranty - Premium must be paid within 60 days from the inception date of the cover. Otherwise, the cover is automatically cancelled and you will still be responsible to pay the proportion of premium for the 60 days.
- Sum insured - You must ensure that your equipment is insured at the appropriate amount.
- Claims - Upon the happening of an incident which gives rise to a claim, you shall notify us immediately.

Note:

This list is non-exhaustive. Please refer to the policy contract for the full list of terms and conditions under this policy.

6. What are the major exclusions under this policy?

This policy does not cover:

- Consequential loss or damage of any kind, depreciation, wear and tear, mechanical or electrical breakdown, failures or breakages including delay or loss of market
- Damage to tyres unless the Equipment is damaged at the same time
- Theft of parts, spare parts, fuel pump, battery or accessories unless the Equipment is stolen at the same time
- Loss/damage whilst the Equipment is being used on Public Roads or beyond the geographical limit of the policy
- Loss/damage caused by overload or strain, illegal usage of equipment and any act by relevant authorities
- Loss/damage to the canopy unless the cause is due to overturning
- Loss/damage whilst the Equipment is being driven by a person under the influence of alcohol or drugs
- Loss/damage whilst the Equipment is being used other than its purpose stated in the policy or driven other than the authorised driver
- Terrorism

Note:

This list is non-exhaustive. Please refer to the policy contract for the full list of exclusions under this policy.

7. Can I cancel my policy?

You may cancel the policy at any time by giving written notice to us. Upon cancellation, any refund of the premium would be based on the conditions stipulated in the policy contract.

8. What do I need to do if there are changes to my contact details?

It is important that you inform us of any change in your contact details to ensure that all correspondences reach you in a timely manner.

9. Where can I get further information?

If you have any enquiries, please contact us at:

Customer Service Department
Lonpac Insurance Bhd
LG Floor, Bangunan Public Bank
6 Jalan Sultan Sulaiman
50000 Kuala Lumpur
Tel : 03 2262 8688
Fax : 03 2715 1332
E-mail : customerservice@lonpac.com

Authorised agent:

10. Other types of Mobile Equipment insurance available

None

IMPORTANT NOTE:

YOU MUST ENSURE THAT YOUR PROPERTY IS INSURED AT THE APPROPRIATE AMOUNT. YOU SHOULD READ AND UNDERSTAND THE INSURANCE POLICY AND DISCUSS WITH THE AGENT OR CONTACT US DIRECTLY FOR MORE INFORMATION.

This Product Disclosure Sheet is for general information only and is valid as at 01.01.2010.