



# Marine Cargo Insurance

## Product Disclosure Sheet

### Important Note

1. Read this Product Disclosure Sheet before you decide to take out the Marine Cargo Insurance Policy. Be sure to also read through the general terms and conditions.
2. You should satisfy yourself that this policy will best serve your needs. You should read and understand the insurance policy and discuss with the agent or contact the insurance company directly for more information.
3. Pursuant to Paragraph 4(1) of Schedule 9 of the Financial Services Act 2013, if you are applying for this Insurance for a purpose related to your trade, business or profession, you have a duty to disclose any matter that you know to be relevant to our decision in accepting the risks and determining the rates and terms to be applied and any matter a reasonable person in the circumstances could be expected to know to be relevant, otherwise it may result in avoidance of your contract of insurance, refusal or reduction of your claim(s), change of terms or termination of your contract of insurance.

The above duty of disclosure shall continue until the time your contract of insurance is entered into, varied or renewed with us.

You also have a duty to tell us immediately if at any time after your contract of insurance has been entered into, varied or renewed with us any of the information given in the Proposal Form (or when you applied for this insurance) is inaccurate or has changed.

### 1. What is this product about?

This product will cover your goods / subject matter insured from physical loss of or damage while being transported from one place to another destination by the various types of conveyances.

Marine Cargo Insurance encompasses transportation by Sea, Air and Land including Rail and Post.

### 2. What are the covers / benefits provided?

There are THREE (3) main different covers provided: (Other coverage based on the type of commodity being insured)

#### Institute Cargo Clauses (A)-1.1.82/ 1.1.09 (I.C.C - A)

- a) This is an "All Risk" cover, however it is still subject to the exclusions stated in clauses 4, 5, 6 and 7 or elsewhere in this insurance.

#### Institute Cargo Clauses (B) 1.1.82/1.1.09 (I.C.C - B)

- a) Unlike ICC A, the cover provided in ICC B is spelled out in the clauses. Some of the main coverage are fire or explosion, vessel stranding / grounding / sinking capsizing, overturning or derailment of land conveyances, collision or contact of vessel / craft / land conveyance with external object other than water.
- b) It has a wider cover than ICC C, the additional cover are
  - Washing Overboard
  - Water Damage due to Sea/Lake/River water
  - Total loss of any package during loading and unloading
  - Earthquake, volcanic eruption and lightning

#### Institute Cargo Clauses (C)1.1.82/1.1.09 (I.C.C - C)

- a) Similar to ICC B, the cover provided is spelled out in the clauses. Coverage provided is as per ICC B (a) above.

*Note : You are advised to request for a copy of the policy wordings to have better understanding.*

### 3. How much premium do I have to pay?

The premium charges vary depending on various factors. Below are the main criteria to determine the premium:

- Types of goods being insured and the value of the goods
- How the goods are packed i.e. bare, containerize
- Mode of transportation i.e. Truck, Aircraft, vessel (type of vessel)
- The voyage i.e. from where to where
- Types of covers/ benefits required. The wider the cover the higher the premium

- The maximum limit per conveyance
- The estimated annual turnover/ carrying
- Loss History and/or Claims Experience for past 3 years.

Premium amount = Sum Insured x Rate Applied.

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

<u>What you have to pay in addition to the premium</u>	<u>Amount</u>
Service Tax	6%
Stamp duty to legalise the contract	RM10.00
<u>What is included in the premium</u>	<u>Amount</u>
Commission paid to the insurance intermediaries (if any)	15% of premium

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

Importance of Disclosure

- You must disclose all material facts that you know or ought to know; otherwise your policy may be invalidated.

**6. What are the major exclusions under this policy?**

This policy does not cover:

- War and Strikes unless as requested.
- Willful misconduct of the assured.
- Loss damages or expense caused by inference vice or nature of the subject matter insured.
- Loss/damage that ought to happened such as wear and tear, loss in weight or volume.
- Unfitness of the vessel where insured is aware of it.
- Loss damage or expense proximately caused by delay.

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

**7. Can I cancel my policy?**

Due to the nature of the risk, once the risk has been commenced, no cancellation is allowed

**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?**

Should you require additional information about this insurance, please contact us at:

**AXA Affin General Insurance Berhad** (23820-W)  
 Ground Floor, Wisma Boustead,  
 71 Jalan Raja Chulan, 50200 Kuala Lumpur,  
 Malaysia

**Customer Service Centre**  
 Ground Floor, Wisma Boustead,  
 71 Jalan Raja Chulan,  
 50200 Kuala Lumpur.  
 Tel: (603) 2170 8282  
 Fax: (603) 2031 7282  
 E-Mail: [customer.service@axa.com.my](mailto:customer.service@axa.com.my)  
 Homepage: [www.axa.com.my](http://www.axa.com.my)

**10. Other types of Similar Insurance Cover Available**

- Good In Transit Insurance

