



# Goods in Transit Insurance

## Product Disclosure Sheet

### Important Note

1. Read this Product Disclosure Sheet before you decide to take out the Goods in Transit 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 various types of land conveyances.

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

There are TWO (2) main different covers provided:

#### Goods In Transit (All Risks) Clause / Cover (A)

- a) This insurance covers all risks of physical loss of or destruction of or damage to the subject matter insured caused by accident in the course of transportation except as provided in the policy exclusions.

#### Lorry Clause / Vehicle Clause / Cover (C)

- a) It is a restricted coverage.

This insurance covers physical loss of or damage to the subject matter insured caused by fire, explosion, collision, and overturning / derailment, breakdown of bridges or other accidents of a like nature to the conveyance during transit except as provided in the policy exclusions.

Duration of cover is usually 1 year.

#### You may also extend to cover

- Strikes, Riot and Civil Commotion

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

The premium charges are varies depending on various factors, the following are the main criteria on determine the premium

- Types of goods being insured
- The voyage i.e from where to where
- How the goods are packed i.e bare, containerize
- 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 Payable = The Estimated Annual Turnover/ Carrying x Rate Applied.

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

- i. Service Tax 6% on Premium
- ii. Stamp Duty to legalise the contract RM10.00
- iii. Agent commission of 15% is included in your policy when there is an intermediary involved

#### 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.

##### Premium Warranty

- The premium due must be paid and received by the insurer within sixty (60) days from the inception date of this policy/endorsement/renewal certificate.
- Failure to pay the premium within this period, the contract is automatically cancelled and AXA Affin General Insurance Bhd is entitled to the pro rata premium on the period you have been on risk.

##### Premium Adjustment

The Insured must within one month from the expiry date of each Period of Insurance advise the Underwriters of the actual annual turnover for the period of insurance. The Insured is required to keep accurate records of such figures and to provide the Underwriters on request with an audited copy of these records.

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

This policy does not cover:

- Strikes, Riot and Civil Commotion unless as requested
- Willful misconduct of the assured
- Loss of or damage due to the nature of the goods
- Loss of or damage that ought to have happened such as wear and tear, loss in weight or volume
- Dishonesty of any employee or servant of the assured

*Note: Please refer to the sample policy contract for the full list of exclusions under this policy.*

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

The Insured may cancel this Policy at any time by notifying the Underwriters in writing.

Within one month of the effective date of cancellation the insured must advise the Underwriters of the actual annual turnovers for the period the Policy has been in force to enable the Underwriters to calculate the premium due for this period. The difference between this premium and the minimum and deposit premium will be paid by or allowed to the assured as the case may be but subject to retention by the Underwriters of a minimum and deposit premium of 75% of the proportionate part of the total minimum and deposit premium for the period during which the Policy has been in force.

*Important Note: The above is not applicable where premium charged is based on limit per carrying /limit per conveyance.*

#### 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

Marine Cargo Policy

