

IMPORTANT INFORMATION
please read this first

engineering plant insurance policy extension c1

damage to computers and peripheral equipment

This Extension C1 applies if stated in the Schedule. We will insure You only in respect of those items of Plant specified in the Plant Schedule and against which Extension C1 is shown.

We will insure You against Insured Damage to the Computers and Peripheral Equipment in accordance with the Basis of Claims Settlement set out below. Subject to the Limit of Liability referred to in the Plant Schedule.

Basis of Claims Settlement

- (a) Where the Plant can be repaired We will indemnify You in accordance with the Basis of Claims Settlement clause set out in the policy document.
- (b) Where the repair cost equals or exceeds the actual value of the Computers and/or Peripheral Equipment immediately before the Insured Damage occurred it will be deemed a "TOTAL LOSS" and settlement shall be made as follows.

We will at Our option either:

- (i) supply a replacement of the same type, model capacity and condition to replace the damaged item as it was immediately before the Insured Damage and pay for ordinary freight and installation; OR
- (ii) if such a replacement item is not available, We will supply a similar but not necessarily identical item. The replacement item will be of no lesser capacity than the damaged item.

Our liability under this Extension C1 shall, in the event of a Total Loss, be reduced at the rate of 10% per annum for each year which has elapsed from the date of original installation of the Plant, subject to a maximum reduction of 80% of the installed current replacement cost.

We will not pay under this Extension C1 for the cost of any alterations, additions, improvements, cleaning, adjustments, inspections or maintenance to or of the Plant unless necessary only for the purposes of repair or replacement.

Subject to the provision of this Policy and Schedules.