

ICICI Lombard General Insurance Company Limited

Add-on Wording

Erection All Risks Insurance Policy

Serial losses

It is agreed and understood that, otherwise to the terms, exclusions, provisions and conditions covered in the Policy or endorsed thereon and subject to the Insured having paid the extra premium and the same having been realized by the insurers, the following clause shall apply to this insurance:

Loss or damage due to faulty design, defective material or casting, bad workmanship other than faults in erection arising out of the same cause to machines or equipment of the same type or design shall be indemnified after applying the Policy deductible for each loss according to the following scale:

- 100% of the first 2 losses
- 80% of the 3rd loss
- 60% of the 4th loss
- 50% of the 5th loss

Further losses shall not be indemnified

(The percentages have to be fixed in accordance with the conditions of each individual component eg depending on the number of items at risk)