



# ERECTION ALL RISKS<sup>(EAR)</sup> INSURANCE

*An EAR policy offers comprehensive protection against all the risks involved in the erection of machinery, plant and steel structures of any kind, as well as third-party claims in respect of property damage or bodily injury arising in connection with the execution of an erection project.*

*The insured under an EAR policy is normally the manufacturer or supplier of machinery or plant if he carries out the erection work or is responsible for it, or the contractor commissioned with erection work, or the principal, the purchaser of the machinery or plant to be erected. EAR insurance provides an "all risks" cover for any sudden and unforeseen loss or damage occurring to the property insured on the erection site during the period of insurance due to any cause which is not specifically excluded.*

*EAR policies are generally issued for projects that predominantly involve the erection of plant, equipment or machinery such as electrical systems, transformers, printing and packing industry, power plants and desalination plants.*



# COVERS INSURED

- › Fire, lightning, explosion
- › Flood, inundation
- › Windstorm of any kind
- › Earthquake
- › Theft, burglary
- › Faults in erection
- › Negligence, lack of skill, lack of experience, malicious acts
- › Short-circuit, arcing, excess voltage
- › Excess pressure or vacuum, tearing apart on account of centrifugal force
- › Any other sudden and unforeseen event such as loss or damage due to collapse, foreign objects etc.

# OPTIONAL EXTENSIONS

- › Extended maintenance
- › Maintenance visits
- › Strike, riot and civil commotion
- › Overtime, night work and express freight
- › Airfreight
- › Off-site storage
- › Manufacturer's risk
- › Construction/erection machinery
- › Inland transit
- › Underground cables and pipes

# MAJOR EXCLUSIONS

- › Loss or damage due to faulty design, defective material or casting, and/or bad workmanship
- › Loss or damage due to willful acts or willful negligence of the insured or of his representatives
- › Consequential loss of any kind
- › Loss or damage due to war or warlike operations, civil commotion
- › Loss or damage due to nuclear reaction, nuclear radiation or radioactive contamination
- › Wear and tear