



# GOODS IN TRANSIT INSURANCE

## PRODUCT DISCLOSURE SHEET

September 2018

### IMPORTANT NOTE

Read this Product Disclosure Sheet before you decide to take out the Goods in Transit Insurance Policy. Be sure to also read the policy wording for full terms and conditions.

#### 1) What is this product about?

This policy provides coverage for loss of or damage to the goods in transit by various types of land conveyances.

#### 2) What are the cover / benefits provided?

There are two main types of coverage available:

##### a) Overland Transportation All Risks

- This insurance covers all risks of physical loss of or damage to the subject-matter insured caused by accident in the course of transportation

##### b) Overland Transportation Risks

- This insurance covers loss of or damage to the subject-matter insured in the course of transportation by
  - I. Fire or explosion
  - II. Earthquake, lightning, hurricane, cyclone or typhoon
  - III. Landslide or collapse of tunnel
  - IV. Overturning, derailment or collision of land conveyance
  - V. Grounding, stranding, sinking or collision of craft in case is employed

#### 3) What is the premium I have to pay?

The premium is noted on the quotation documents. It is calculated according to various factors, of which the main factors are:

- Applicant's Name & Registered Address
- Nature of Trade / Business
- Goods to be Insured
- Type of packing – Cartons, Crates, Case, Drums, Pallets, Rolls, Bundles, Bales, Bottles
- Shipped in FCL, LCL, or Conventional
- Conveyance – Land transport or Courier Services
- Limit of Liability
- Estimated Annual Carrying
- Voyage / Transit
- Basis of Valuation
- Claims History (past 3 years)

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

Type	Amount
Services Tax (with effect from 1 September 2018, when applicable)	6% of Gross Premium
Stamp Duty	RM 10.00
Commission paid to the insurance agent (when applicable)	Up to maximum 15%

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

- Importance of Disclosure: You should disclose to the best of your knowledge all material facts and confirm all the declarations are true and correct; otherwise your policy may be invalidated
- No Admission of Liability: You should not admit liability, offer, promise or pay to claimant without our written consent
- Premium Warranty: The premium due must be paid and received by the insurer within sixty (60) days from the inception date of the policy / endorsement/ renewal certificate
- If you fail to pay the premium within the period, your policy will be automatically cancelled and AIG is entitled to the pro rata premium on the period you have been on risk.

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

*(This list is non-exhaustive; please refer to the policy wording for full terms and conditions.)*

- (1) loss, damage or expense attributable to wilful misconduct of the Assured
- (2) ordinary leakage, ordinary loss in weight or volume, or ordinary wear and tear of the subject-matter insured
- (3) loss, damage or expense caused by insufficiency or unsuitability of packing or preparation of the subject-matter insured ('packing' here shall be deemed to include stowage in a container or liftvan but only when such stowage is carried out prior to attachment of this insurance or by the Assured or their servants)
- (4) loss, damage or expense caused by inherent vice or nature of the subject-matter insured
- (5) loss, damage or expense proximately caused by delay, even though the delay be caused by a risk insured against
- (6) loss, damage or expense arising from insolvency or financial default of the owners, managers, charterers or operators of the craft or land conveyance
- (7) deliberate damage to or deliberate destruction of the subject-matter insured or any part thereof by the wrongful act of any person or persons (this exclusion applies to Overland Transportation Risks only)
- (8) loss, damage or expense arising from unfitness of land conveyance, container or liftvan where the assured or their servants are privy to such unfitness at the time the subject-matter insured is loaded therein
- (9) loss, damage or expense caused by war, civil war, revolution, rebellion, insurrection, capture, seizure, arrest, restraint, detainment or derelict weapons of war
- (10) loss damage or expense resulting from strikes, lock-outs, labour disturbances, riots or civil commotions
- (11) If, by virtue of any law or regulation which is applicable to an Insurer, its parent company or its ultimate controlling entity, at the inception of this Policy or at any time thereafter, providing coverage to the Insured is or would be unlawful because it breaches an applicable embargo or sanction, that Insurer shall provide no coverage and have no liability whatsoever nor provide any defense to the Insured or make any payment of defense costs or provide any form of security on behalf of the Insured, to the extent that it would be in breach of such embargo or sanction.

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

You may cancel your policy by giving us written notice. You are entitled to a refund premium for the unused period subject to a minimum premium for the policy. No refund premium is allowed if there is a claim under the policy.

**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:

**AIG Malaysia Insurance Berhad (795492-W)**

Menara Worldwide, Level 18,  
198, Jalan Bukit Bintang,  
55100 Kuala Lumpur,  
Malaysia

Tel: 1800 88 8811

Fax: +60 3 2118 0388

Email: [AIGCare@aig.com](mailto:AIGCare@aig.com)

Web: [www.aig.com](http://www.aig.com)

**10) Other types of similar insurance cover available?**

None

**IMPORTANT NOTE**

YOU SHOULD SATISFY YOURSELF THAT THE 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.

**Financial Services Act (FSA) 2013**

The **Insured** must take reasonable care to ensure that all the answers to the proposal form questions are complete, correct, honest and to the best of **Insured's** knowledge. The **Insured** also have a duty to inform the **Insurer** of any change in the information given to **Insurer** earlier before the **Insurer** issue the policy schedule, before **Insured** renew or change any of the terms of the policy. If **Insured's** does not, the **Insurer** may:-

- (i) declare **Insured's** policy void from inception (which means treating it as invalid) and the **Insurer** may not return the premium or recover any unpaid premium; or
- (ii) cancel this policy and return any premium less the **Insurer's** cancellation charge or recover any unpaid premium; or
- (iii) recover any shortfall in premium; or
- (iv) not pay any **Claim** that has been or will be made under the policy; or
- (v) be entitled to recover from the **Insured** the total amount of any **Claim** already paid under the policy or any **Claim** the **Insurer** have to pay under any relevant legislation, plus any recovery costs.

The information provided in this disclosure sheet is valid as of the date shown.