

Shopkeeper's Policy

Product USP:

- 1) Provides coverage for building and contents of a small shopkeeper.
- 2) Scope of coverage for risks like fire and allied perils, burglary, money insurance, liability etc.

Product Brief or Introduction:

National Insurance's Shopkeepers' Insurance is designed to cover for a shop's property and its contents within. It covers a range of risks viz fire and allied perils, burglary, money insurance etc and provides all round protection against loss that might threaten the pocket of the shopkeeper.

Product Coverage and Premium:

Section I : Fire & Allied Perils

This covers loss of or damage to (a) building and (b) contents by fire & allied perils. The maximum Sum Insured under Section I is Rest. 10 lacs. If the S.I. exceeds Rs.1 Crore, usual Standard Fire and Special Perils Policy must be issued to the full amount.

Rate of Premium : **Rs. 1.40 per mille**

Excess: The first 5% of claim amount subject to a minimum of Rs. 10,000/- and maximum of Rs. 25,000/- arising out of AOG perils such as lightning, STFI, earthquake, subsidence and landslide and rockslide..

the first Rs. 10,000/-arising out of other perils in respect of which the insured is indemnified by this policy.

Section II : Burglary & Housebreaking

This covers all contents in the premises against the above risks.

The Sum Insured under this should be the same as the Sum Insured under Section I (b).

Rate of Premium : **Rs. 1.00 per mille**

Section III : Money Insurance

This covers loss of money whilst in transit and whilst contained in a safe/steel cupboard/cash box under lock and key in the Insureds' premises

Rate of Premium:

- a) In transit (not exceeding Rs.50,000/- per any one carrying) between two places within a radius of 24 K.ms from Insureds/ premises **Rs. 2.50 per mille**
- b) In safe/steel cupboard/cash box kept under lock/key (2% of the S.I. under Section I or Rs.20,000/- whichever is less) **Rs. 2.50 per mille**
- c) In counter (1% of the S.I. under Section I or Rs.10000/- whichever is less) **Rs. 2.50 per mille**

Section IV : Pedal Cycle

- (a) This cover pedal cycle against loss or damage by fire & allied perils, burglary/housebreaking and accidental external means.
- (b) Legal liability upto a limit of Rs. 10,000/-.

Rate of Premium : **Rs. 10.00 per mille**

Franchise : Rs. 50/- of each and every loss due to accident. If the loss or damage exceeds Rs. 50/- the full claim is payable.

Section V : Plate Glass

This covers loss or damage to fixed plate glass in the Insureds' premises by accidental breakage.

Rate of Premium : **Rs. 10.00 per mille**

Sum Insured : 10% of the S.I. under Section I or Rs. 1,00,000/- whichever is less.

Excess: 1% of the Sum Insured subject to a minimum of Rs.500/-

Section VI : Neon Sign/Glow Sign Insurance

This covers loss of or damage to Neon Sign/Glow Sign by accidental external means, fire, lightning or external explosion or theft, riot, strike or malicious act, flood, inundation, storm, etc.

Rate of Premium : **Rs. 10.00 per mille**

Sum Insured : 2% of the sum insured under section I or Rs. 20,000/- whichever is less.

Excess: First 2500/- or 5% of the claim amount which ever is lower

Section VII : Baggage

This indemnifies the Insured in respect of

- a) baggage in connection with trade accompanying the Insured and/or his employees
- b) Personal baggage of Insured and/or proprietors and/or partners accompanying them anywhere in India if lost or destroyed or damaged by a accident or misfortune.

Rate of Premium : **Rs. 7.50 per mille**

Sum Insured : Carrying trade sample by Insured/employees and/or personal effects of the Insured partner (2% of the S.I. under Section I or Rs. 20,000/- whichever is less).

Section VIII : Personal Accident

Please refer to **PA** section of this manual.

Section IX : Fidelity Guarantee

This indemnifies the Insured against direct pecuniary loss sustained by him and caused by the act or fraud or dishonesty committed by any salaried person employed by the Insured in the premises.

Rate of Premium : **Rs. 4.00 per mille**

Sum Insured : 10% of the S.I. under Section I or Rs.1,00,000/- whichever is less.

Section X : Liability

This covers (a) legal liability to any third party for personal injury or property damage whilst caused at the Insureds' premises. (b) Insureds' statutory liability in connection with his trade and business under Workmen's Compensation Act, 1923. Fatal Accident Act, 1855 and at Common Law in respect of death of or injury to employees.

(a) Public Liability

Rate of Premium : **Rs. 0.50 per mille**

Sum Insured : 5% of the S.I. under Section I or Rs. 50,000/0 whichever is less

(b) Employees Compensation – **Rs.3.13 per mille**

Section XI : Business Interruption

Sum Insured must be equal to S.I. under Section I (b)

Rate of Premium : **Rs. 1.75 per mille**

Terrorism: Section I Sum insured Rate: Rs.0.08 per mille

3. Important

- a. This Policy should be issued only to shops with Class A construction.
- b. The sum insured under section I (a) & (b) together should not exceed Rs.1,00,00,000/-
- c. This Policy cannot be issued to cover risks where the fire tariff rate is more than Rs.1.78 per mille
- d. Section I (b) & II i.e., insurance of contents against the risk of fire & allied perils & burglary/housebreaking are compulsory. However, policy cannot be issued covering the above sections alone. A minimum of two sections have to be covered out of the remaining sections. The minimum premium for Section I is Rs. 10/- and Rs.5/- for other sections.
- e. In case the proposer opts for section IV and VI, the properties covered under these two sections may be deleted from the schedule under section I (b) and II in view of double cover.

Terms and Conditions:

1 General Exclusions

The Company shall not be liable in respect of

4.1 Negligence/ Wilful Act

Loss or damage caused by or arising out of wilful act or wilful neglect or gross negligence of the insured

4.2 Depreciation or Wear & Tear

Loss or damage caused by depreciation or wear and tear

4.3 Consequential loss

Consequential loss of any kind or description.

4.4 Excess applicable in each section

4.5 Earthquake

Loss or damage due to earthquake unless otherwise specifically included

4.6 Terrorism

Loss or damage due to terrorism activities unless otherwise specifically included.

Loss, damage cost or expense of whatsoever nature directly or indirectly caused by resulting from or in connection with any act of terrorism regardless of any other cause or event contributing concurrently or in any sequence to the loss. Loss, damage cost or expenses of whatsoever nature directly or indirectly caused by resulting from or in connection with any action taken in controlling, preventing, suppressing or in any way relating to action taken in respect of any act of terrorism unless otherwise specifically included.

If the company alleges that by reason of this exclusion any loss, damage, cost or expense is not covered by this insurance the burden of proving the contrary shall be upon the insured.

In the event any portion of the endorsement/exclusion is found to be invalid or unenforceable, the remainder shall remain in full force and effect.

4.7 **Breach of Law**

Any injury or loss as a result of committing or attempting to commit a breach of law with criminal intent.

Loss or damage or liability arising out of violation of any Rules and Regulations of the Govt. or Statutory authorities.

4.8 **War Group Perils**

Any injury directly or indirectly caused by or arising from or attributable to war, invasion, acts of foreign enemies, hostilities (whether war be declared or not), civil war, commotion, unrest, rebellion, revolution, insurrection, military or usurped power or confiscation or nationalisation or requisition of or damage by or under the order of any government or public local authority.

4.9 **Radioactivity**

Any injury directly or indirectly caused by or contributed to by nuclear weapons/materials or arising from ionising radiation or contamination by any nuclear fuel or from any nuclear waste or from the combustion of nuclear fuel.

2 **General Definitions**

5.1 **Accident** means a sudden, unforeseen and involuntary event caused by external, visible and violent means.

5.2 **Act of Terrorism** means an act including but not limited to the use of force or violence and/or the threat thereof of any person or **group(s)** of persons whether acting alone or on behalf of or in connection with any organization(s) or government(s) committed for political, religious, ideological or similar purpose including the intention to influence any government and/or to put the Public or any section of the public in fear

5.3 **Break in policy** occurs at the end of the existing policy period when the premium due on a given policy is not paid on or before the renewal date or within grace period.

5.4 **Burglary and or Housebreaking** means theft involving entry into or exit from the insured premises by forcible and violent means or following assault or violence or threat thereof to the insured or insured person.

5.5 **Condition precedent** means a policy term or condition upon which the Company's liability under the policy is conditional upon.

5.6 **Contract** means prospectus, proposal, policy, and the policy schedule, constitute the contract of the policy. Any alteration with the mutual consent of the insured person and the insurer can be made only by a duly signed and sealed endorsement on the policy.

- 5.7 **Contribution** is essentially the right of an insurer to call upon other insurers liable to the same insured to share the cost of an indemnity claim on a rateable proportion of Sum Insured
- 5.8 **Grace period** means 30 days immediately following the premium due date during which a payment can be made to renew or continue the policy in force without loss of continuity benefits. Coverage is not available for the period for which no premium is received.
- 5.9 **Insured/Insured person** means person(s) named in the schedule of the policy.
- 5.10 **Injury** means accidental physical bodily harm excluding disease solely and directly caused by external, violent and visible and **evident** means which is verified and certified by a Medical Practitioner.
- 5.11 **Notification of claim** means the process of notifying a claim to the company by specifying the timelines as well as the address / telephone number to which it should be notified.
- 5.12 **Policy period** means the period commencing from the inception date and terminating at midnight on the expiry date as **mentioned** in the schedule.
- 5.13 **Schedule** means a document forming part of the policy, containing details including name of the insured person, age, relation of the insured person, capital sum insured, premium paid and the policy period.

Policy Wordings:

As attached with Mail as a separate document. (Policy Document literature to be attached)