

# Motor Trade One

## Important Notice to Policyholder

### (applicable from the Effective Date shown on your Renewal Schedule)

NIG continually reviews its product offerings in our aim to ensure the cover provided is competitive in an ever-changing market. We are reissuing your NIG motor trade policy onto our updated product wording with effect from the renewal date of your Policy.

The following part of this notice advises you of the main updates and changes. This Notice to Policyholder does not contain the full terms and conditions of your insurance, please therefore read all Policy documentation carefully as this will confirm the cover provided. Please note that these amendments may apply to aspects of this Policy for which cover has not been provided. Please contact your broker, intermediary or agent, should you have any questions.

#### Your policy wording changes are summarised as follows:

The Section headed **Helpline Services** has been updated.

#### General Definitions

The following Definitions have been added:

- **Business**
- **Keys**
- **Period of Insurance**
- **Policy**
- **Schedule**
- **Sum Insured**
- **Vacant or Disused**

#### General Conditions

The following General Conditions have been added:

- **Motor Insurance Database (Section 15 Road Risks only)** – the insured's requirement for updating the MID Motor Insurance Database.
- **Survey & Risk Improvement** – the Insured's requirement for Survey and Risk Improvements of the Insured if a survey is requested by us.

#### Section 1: Material Damage

The following Definitions have been updated:

- **Customers' Vehicles** – updated to exclude vehicles belonging to or hired to the Insured or any partner of the Insured or director of the Insured.
- **Plant, Machinery, Trade Fixtures and Fittings (including all other contents)** – updated to include electronic vehicle diagnostic equipment (other than hand-held equipment) and
- **Stock in Trade** – cover increased to up to £10,000.

The following Definitions have been added:

- **Cigarettes, Cigars and Tobacco**

- **Computer Equipment**
- **Employees' Portable Hand Tools**
- **Insured's Portable Hand Tools**
- **Property Insured**
- **Vehicle Audio/Pictorial Equipment including DVDs, CDs and videos**

The following Extensions have been updated:

- **Loss of Metered Water** – cover increased to £25,000.
- **Capital Additions** – cover increased to 10% of the Sum Insured with a limit of £1,000,000, whichever is less.
- **Cost of Debris Removal/Re-erection** – the inner limit has been removed.
- **Temporary Removal of Motor Vehicles (Cleaning, Renovation or Repair)** – the inner limit has now been removed.
- **Temporary Removal of Tenants' Improvements and Plant, Machinery, Trade, Fixtures and Fittings – (Cleaning, Renovation or Repair)** – cover increased to £100,000.
- **Fire Brigade and Rescue Services Damage to Grounds** – cover increased to £25,000.
- **Lock Replacement (other than Motor Vehicles)** – cover increased to £10,000.
- **Trace and Access** – cover increased to £25,000.
- **Motor Vehicles Held for Sale** – cover increased to £10,000.
- **New Motor Vehicle Concession** – cover now restated to read – damaged to the extent that cost of repairs exceed 50% and cover increased to £50,000 per Motor Vehicle.
- **Depreciation in Value (Stolen New Motor Vehicles)** – cover now restated to read £5,000 or 10% of the new Motor Vehicle value, whichever is the less.
- **Loss of Use (Customers' Vehicles)** – cover increased to £50,000.
- **Seasonal Increase (Insured's Vehicles)** – the Sum Insured is increased by 30% during February and March, and August and September.

The following Extensions have been added:

- **Exhibitions** – cover up to £500,000 for Insured's Vehicles and £50,000 for any other claim.
- **Lock Replacement (Motor Vehicles)** – cover up to £50,000.
- **Fire Extinguishment and Security Equipment Expenses** – cover up to £25,000.
- **Unauthorised Use of Gas, Water or Electricity** – cover up to £25,000.
- **Fraud/Trick/False Pretence** – cover up to £25,000.

The following Conditions have been added:

- **Keys** – the Insured's requirements regarding Motor Vehicle Keys.

- **Intruder Alarm** – the Insured's requirements regarding Intruder Alarms.
- **Composite Panels** – the Insured's requirements regarding Composite Panels.
- **Motor Garage Condition** – the insured's requirements regarding the working environment.
- **Paint Spraying Conditions** – the Insured's requirements regarding Paint Spraying.
- **No Smoking Condition** – the Insured's requirements regarding no smoking on the Premises.
- **Fire Extinguishing Appliances** – the Insured's requirements regarding the upkeep and maintenance of Fire Extinguishers.
- **Electrical Inspection Condition – Competent Person** – the Insured's requirements that the electricians are inspected and tested at required intervals by a Competent Person.

## Section 2: Business Interruption

The following Definitions have been added:

- **Explosion**
- **Loss of MOT Licence**

The following Extension has been updated:

- **Accidental Failure of Public Supply** – cover up to £25,000 and the Indemnity Period under this Extension shall not exceed 3 months.

The following Extensions have been added:

- **Unspecified Suppliers (Rest of World)** – cover up to 10% of the Estimated Gross Profit or Estimated Gross Revenue.
- **National Lottery** – the Company's liability under this Extension in total for all claims or series of claims, arising out of any one original cause, shall not exceed the Estimated Gross Profit or Estimated Gross Revenue, limit of liability; and the Indemnity Period under this Extension shall not exceed 3 months.
- **Public Emergency** – cover up to £50,000.
- **Closure** – cover up to £50,000.
- **Disease** – cover up to £50,000.
- **Bomb Scares** – cover up to £50,000.
- **Essential Personnel** – cover up to £25,000.
- **Exhibition Expenses** – cover up to £25,000.

## Section 3: Business Money & Personal Accident (Assault)

### Sub-Section 1 Business Money

The following Definitions have been updated:

- **Money**
- **Non-negotiable Currency**

The following Extensions have been updated:

- **Damage to Safes** – including automated telling machines.
- **Damage and Personal Effects** – cover increased to £1000.

The following Condition has been added:

- **Automated Teller Machine** – the Insured's requirements whilst any ATM is kept at the Premises.

The following Condition has been updated:

- **Transit Limits** – money carrying limits have been amended.

## Sub-Section 2 Personal Accident (Assault)

The following Definitions have been added:

- **Insured Person**
- **Contingencies**
- **Loss of Hearing**
- **Loss of Speech**
- **Loss of Sight**

The following Contingencies have been added:

- **Loss of Sight**
- **Loss of Hearing**
- **Loss of Speech**

The following Extension has been updated:

- **Medical Expenses** – cover has been increased to £1,000.

## Section 4: Wrongful Conversion

Provision a has been updated to include reference to CHAPS and BACS. Provision c has been included to clarify the Limit of Indemnity up to £250,000 in the aggregate and in any one Period of Insurance.

## Section 5: Employers' Liability

The following Extension has been updated:

- **Court Attendance Costs** – cover has been increased to £500 for any director of the Insured or partner of the Insured and £250 for any other Employee.

The following Extension has been added:

- **Corporate Manslaughter and Corporate Homicide Act 2007** – cover up to £1,000,000.

## Section 6: Public Liability

The following Extensions have been updated:

- **Court Attendance Costs** – cover has been increased to £500 for any director of the Insured or partner of the Insured and £250 for any other Employee.
- **Data Protection Act 2018** – cover up to £500,000.

The following Extensions have been added:

- **Indemnity to Others.**
- **Motor Contingent Liability and Corporate Manslaughter and Corporate Homicide Act 2007** – cover up to £1,000,000.

**Exclusion 13** relating to Asbestos and the relevant Definition have been added.

## Section 7: Defective Workmanship

The following Definitions have been added:

- **Bodily Injury**
- **Business**
- **Occurrences**
- **Indemnity Limit**

The Contingencies have been updated to include clarification of cover provided.

Exclusions 2 and 3 have been updated to add clarification of cover provided.

## Section 8: Engineering Damage to Machinery and Plant, Engineering Inspection and Computer Insurance

This Section was previously embedded under the main Material Damage and now forms its own Section. Cover has been rewritten, cover includes:

### Section 8a Engineering Damage to Machinery and Plant

The following Definitions have been updated:

- **Breakdown**

The following Definitions have been added:

- **Fragmentation**
- **Hired in Plant**
- **Pressure Plant**
- **Property Insured**
- **Reinstatement**
- **Re-siting**

The following Extensions have been updated:

- **Temporary Removal** – the inner limit has been removed.
- **Hazardous Substances** – cover increased to £25,000.

The following Extensions have been added:

- **Automatic Cover.**
- **Machinery Movement** – cover up to £25,000.
- **Damage to Own Surrounding Property** – cover up to £1,000,000.
- **Pressure Explosion.**
- **Hired-in Plant** – cover up to £50,000.
- **Cost of Substitute Equipment** – cover up to £10,000.
- **EEl (Environmental & Efficiency Improvements).**
- **Emergency Services** – cover up to £10,000.
- **Perishable Goods** – cover up to £15,000.

The following Conditions have been added:

- **Basis of Settlement** – Reinstatement of the Property Insured.
- **Restricted Life** – regarding indemnity for conveyor belts and refractory materials.
- **Multiple Lifting Operations** – regarding indemnity whilst in use.
- **Hiring Conditions** – regarding Indemnity for hired-in plant.

Exclusions

- Specific perils

Damage to:

- Property Insured during installation, erection, dismantling, transportation or removal;
- Safety or protective devices due to their functioning;
- Tyres by cuts, bursts, punctures or the application of brakes, unless arising from a malicious act;
- Batteries other than Damage due to extraneous cause;
- Tools, cutting edges, moulds, dies, patterns, non-metallic linings, pulverising and crushing surfaces, flexible pipes, trailing cables, driving belts or bands or parts requiring periodic renewal

### Section 8b Engineering Inspection

The following Definitions have been updated:

- **Statutory Plant** – now defined as: Boiler/pressure plant and lifting/handling plant and

- **All Other Plant** – now defined as: Electrical/mechanical plant and local exhaust ventilation plant.

The following Definitions have been added:

- **Inspection**
- **Boiler/pressure plant**
- **Lifting/handling plant**
- **Electrical/mechanical plant**
- **Local exhaust ventilation plant**
- **Inspecting Authority**

## Section 8c: Computer Insurance

**Sub-Section 1 Covered Equipment** – cover has been increased to £250,000

Extensions:

- **Automatic Cover** – cover up to £100,000.
- **Waste Electrical and Electronic Equipment Directive** – cover up to £25,000.
- **Temporary Removal** – cover up to £50,000.
- **Portable Computer Equipment** – cover up to £5,000 in respect of Theft and up to £25,000 in respect of any other loss.
- **Data Carrying Materials.**
- **Gas Flooding Systems** – cover up to £25,000.

The following Conditions have been added:

- **Basis of Settlement** – detailing the terms of settlement applicable.
- **Back Up Programs** – the Insured's requirements for backing up records.
- **Unattended Vehicles** – the Insured's requirement for transporting equipment.

Exclusions

- Damage recoverable under a Guarantee or maintenance agreement.
- An accident to Covered Equipment whilst hired or loaned out.

### Sub-Section 2 Reinstatement of Data – cover up to £50,000.

Extensions applying to Sub-Sections 1 and 2:

- **Incompatibility of Records**

Extensions applying to Sub-Section 2 only:

- **Research and Development Costs** – cover up to £25,000.

**Sub Section 3 Increased Cost of Working** – cover up to £50,000.

The following Definitions have been updated:

- **Accident**
- **Breakdown**
- **Computer Equipment**
- **Data Carrying Materials**
- **Maintenance Agreement**
- **Portable Computer Equipment**
- **Verified**

Extensions applying to Sub-Section 3 only:

- **Auditors Fees**
- **Additional Rental Charge** – cover up to £25,000.
- **Hire of Substitute Item** – cover up to £10,000.

Exclusion applying to Sub-Section 3:

- Increased Cost of Working – non maintained Covered Equipment within 48 hours.

Exclusions applying to all Sub-Sections:

- Indirect Loss
- Application of Excess
- Bespoke software
- Operation of protective devices
- Parts requiring periodic renewal

### Section 9: Engineering Business Interruption

Cover has been increased £250,000 in the aggregate and in any one Period.

The following Clauses have been added:

- **Franchise**
- **Time Exclusion**

Exclusions

Loss resulting from interruption or interference due to:

- Specific perils.
- Failure of utility services or supply caused by deliberate act by supplier, rationing, strike or lock-out and drought.

### Section 8a, 8c and 9 – Supplemental

Extensions added:

- **Debris Removal** – cover up to £25,000 or 20% of the indemnifiable Damage.
- **Loss Avoidance Measures.**
- **Automatic Reinstatement** – cover up to £25,000.
- **Expediting Costs** – cover up to 50% of the cost of such Damage or 50%, whichever is the lower.
- **Repair Costs Investigation** – cover up to £25,000.

The following Conditions have been added, applicable to sub-Sections 2 and 3;

- **Claims Settlement** – details of settlement.
- **Payments on Account** – interim payments.
- **Other Insurance** – excluding Damage whilst Insured elsewhere.
- **Access – right of access to the Property Insured or covered Equipment.**
- **General Conditions, Claims Conditions or General Exclusions.**
- **Application of Tools** – Damage caused by or arising out of the direct application of any tool or process, during the course of repair, maintenance, inspection, modification or overhaul;
- **Guarantees of Performance** – Liquidated damages, penalties for delay or detention or in connection with guarantees of performance or efficiency; or
- **Airborne and Waterborne Craft** – Damage to airborne or waterborne vessels, craft, platforms or rigs, or any Property Insured or Covered Equipment (in respect of Section 8c), situated thereon or being loaded onto or offloaded therefrom.

### Section 10: Legal Expenses

This Section has been rewritten. Cover now includes Legal Expenses for:

- **Employment Disputes and Compensation Awards**
- **Legal Defence**
- **Contract Disputes**
- **Property Protection and Personal Injury**
- **Tenancy Disputes**
- **Statutory Licence Protection**
- **Tax Protection**
- **Debt Recovery**

Exclusions:

- **Late reported claims**
- **Costs DAS have not agreed**
- **Court awards and fines**
- **Legal action DAS have not agreed**
- **Intellectual property rights**
- **Deliberate acts**
- **Franchise or agency agreements**
- **A dispute with DAS**
- **Shareholder or partnership disputes**
- **Judicial review**
- **Bankruptcy**
- **Defamation**
- **Litigant in person**

### Section 11: Goods in Transit

The following Definitions have been added:

- **Customers' Vehicles**
- **Insured's Vehicles**
- **Method of Conveyance**
- **Plant**
- **Machinery**
- **Trade Fixtures and Fittings**
- **Property**
- **Stock in Trade**

The following Extensions have been updated:

- **Packing Materials** – cover up to £10,000.
- **Transfer Costs** – cover up to £10,000.
- **Reloading Costs** – cover up to £10,000.
- **Debris Removal** – cover up to £10,000.

## Section 15: Road Risks

### Indemnity 1: Accidental Damage

The following Extensions have been updated:

- **New Vehicle Concession Insured Vehicles** – costs of repairs exceed 50%, maximum amount payable of £50,000.
- **Insured Vehicles Held for Sale** – the total payment in respect of such discount will be limited to a maximum of £10,000 any one Insured Vehicle.
- **Loss of Use (Customers' Vehicles)** – cover up to £50,000 for any one claim.

The following Extensions have been added:

- **Lock Replacement (Insured Vehicles)** – cover up to £50,000.

### Indemnity 2: Liability to Third Parties

The following Extensions have been updated:

- **Court Attendance Costs** £500 for any Director or partner of the Insured/£250 for any other Employee.
- **Foreign Use** with an updated list of countries.

The following Extension has been added:

- **Uninsured Loss Recovery** with cover up to £100,000.

### Endorsements

Please note that any endorsements that apply to your Policy may also be amended in light of the changes notified to you in this Notice. Where any endorsements, whether arising as a result of the changes notified to you in this Notice or otherwise, have been amended, replaced or added then they will appear in your Schedule. Please ensure that you read any endorsements to your policy carefully.