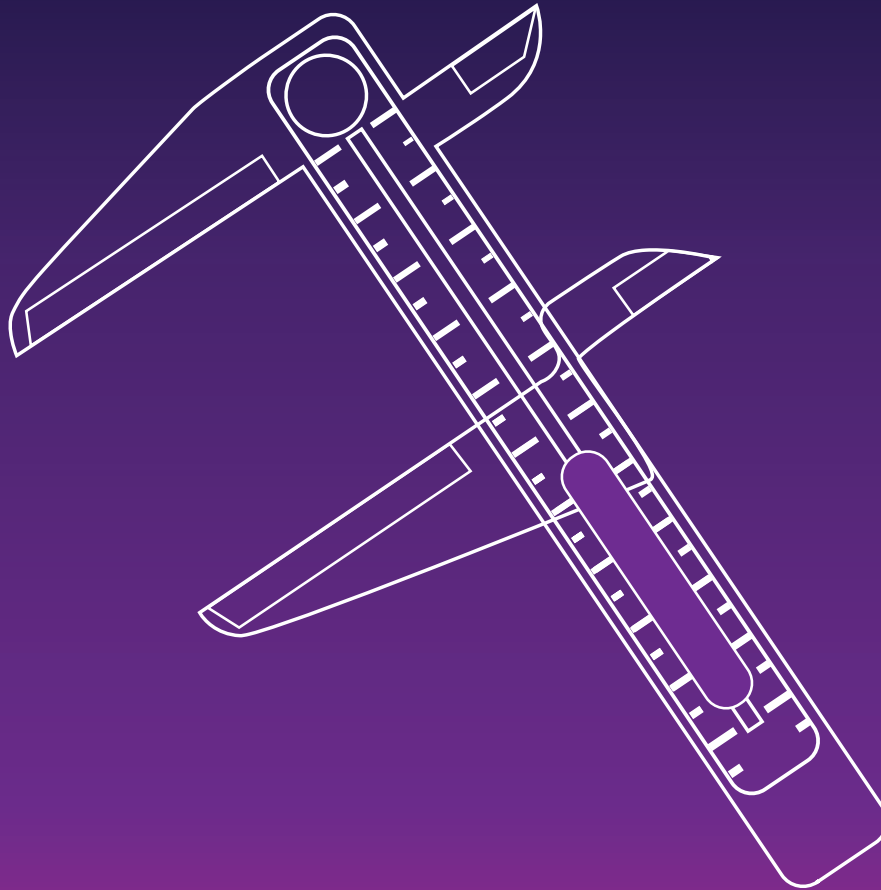


PRECISION ENGINEERS
KEY FACTS



PRECISELY
CALIBRATED
COVER

Product Summary

Please read this document carefully. Full terms and conditions can be found within the Policy Document.

NIG Precision Engineers Policy

The Precision Engineers policy is underwritten by U K Insurance Limited and will run for 12 months or as shown on the schedule.

Please refer to your policy schedule for full details of any endorsements or excesses that may apply.

Property Damage (Policy Section 1)

Cover	Extensions included as standard (subject to certain limits)	Conditions	Exclusions
<ul style="list-style-type: none"> • Cover is on an "all risks" basis • Floating sum insured on contents (equal to your turnover) applies across all premises • Limits on non-ferrous metals (£5,000) and computers (£10,000) • Portable tools covered anywhere in the UK (up to £5,000 any one claim, £750 any one item) • Portable electronic equipment covered anywhere in the UK (up to £5,000 any one claim, £1,500 any one item) • Increases on total sum insured or inner limits will be considered upon request • Optional "all risks" cover on buildings is available on "Day 1" basis with 25% uplift. 	<ul style="list-style-type: none"> • Professional Fees • Public Authorities • Theft Damage to Buildings • Glass and sanitaryware (including reasonable costs of boarding up, temporary glazing and removal and refixing of window fittings and other obstacles to replacement) • Accidental damage to underground services • Clearing of Drains • Loss of Metered Water (up to £10,000) • Other Interests • Non-Invalidation • Contracting Purchaser's Interest • Mortgagees, etc • Subrogation Waiver • Capital Additions (up to 10% or £500,000, whichever is less) • Cost of Debris Removal/Re-erection • Temporary removal of contents excluding Stock in Trade for cleaning, repair or similar purposes (up to 15% of the sum insured on contents) • Deeds and documents, business books and computer software and records are covered whilst removed from the premises anywhere within Great Britain, Northern Ireland the Channel Islands or the Isle of Man (up to 5% of the sum insured on contents) • Temporary removal of contents (including stock) between premises including transit by road, rail or inland waterway (up to 15% of the sum insured on contents) • Fire Brigade damage to grounds (up to £10,000) • Replacement locks following theft of keys (up to £1,000) • Contract Price clause 	<ul style="list-style-type: none"> • Sums Insured subject to Index Linking • Reinstatement of sum insured following a loss • Any insurance on Rent only applies whilst buildings are unfit for occupation • You must tell us if any building becomes unoccupied for a period in excess of 30 days • All theft security devices must be properly maintained and put into full operation outside business hours • Special storage requirements apply to stock in any basement or cellar • Specific requirements regarding the storage and removal of waste materials • Use of spark erosion machines is not permitted outside business hours 	<ul style="list-style-type: none"> • Inherent vice, deterioration, wear and tear • Faulty or defective workmanship • Bursting by steam pressure of non-domestic boilers • Corrosion, rust, wet or dry rot, vermin • Change in temperature • Theft, other than theft involving forcible and violent entry to or exit from buildings, or violence or threat of violence to you or your employees or family • Cracking or collapse of boilers and other pressure vessels • Mechanical or electrical breakdown or derangement • Subsidence, ground heave or landslip (in respect of damage to buildings only) • Fraud or dishonesty • Disappearance or unexplained shortage • Damage to a building caused by its own collapse • Weather damage to fences, gates and moveable property in the open or in open-sided buildings • Damage by fire to any property undergoing a process involving the application of heat • Damage to property (other than by fire or explosion) resulting from any production or repair process • Damage (other than by fire, explosion or aircraft) at any premises unoccupied or empty for a period in excess of 30 days • Damage to jewellery, precious stones, bullion, furs, property in transit and money and the like • Damage to fixed glass and sanitaryware which is due to chipping or scratching only or to items which were broken or defective prior to the commencement of this cover

Property Damage (Policy Section 1) - continued

Cover	Extensions included as standard (subject to certain limits)	Conditions	Exclusions
	<ul style="list-style-type: none"> Trace and Access (up to £10,000) Spontaneous Combustion *Includes damage as insured under this section whilst at the premises of machine makers, engineers, founders, finishers, metalworkers, agents or sub-contractors, or (other than machine tools) whilst in transit between such premises (up to £100,000) *Portable Tools *Portable Electronic Equipment *Indoor exhibitions anywhere in Great Britain or Northern Ireland and whilst in transit to and from the exhibition (up to £25,000) <p>See "Exclusions" in respect of items marked *</p>		<ul style="list-style-type: none"> Damage to vehicles, craft, contract works, land, roads, bridges etc, livestock, growing crops or trees Delay or seizure of goods by the government or other authority Consequential loss Damage to any part of electrical equipment caused by electrical faults within that part Mechanical or electrical breakdown, derangement, etc of any electronic business equipment or computers: <ul style="list-style-type: none"> unless installed and used in accordance with the manufacturer's instructions whilst the subject of a guarantee or warranty arising during dismantling or installation unless during a process of adjustment, cleaning or repair Damage under the Extensions marked * caused by: <ul style="list-style-type: none"> theft or attempted theft from any vehicle whilst left unattended unless it is securely locked and any immobiliser or alarm brought into operation theft or attempted theft from an unattended vehicle between 9pm and 6am unless the vehicle is within a locked building or an open vehicle enclosure which is securely locked or guarded under constant surveillance theft or attempted theft, malicious damage or storm damage to property in any soft-topped or open-topped vehicle.

Business Interruption (Policy Section 2)

Cover	Extensions included as standard (subject to certain limits)	Conditions	Exclusions
<ul style="list-style-type: none"> Cover for Loss of Income (up to 12 months Indemnity Period) Sum insured equals 80% of turnover "All Risks" (following Material Damage) Loss of Book Debts included against the same perils (up to £150,000) Increase in standard sums available on request 	<ul style="list-style-type: none"> Denial of Access Failure of Public Utilities *Unspecified Suppliers *Unspecified Customers *Property In Transit *Restrictions imposed by the local authority as a result of notifiable disease, food or drink supplied at the premises, vermin or pests or any defects in the drains or other sanitary arrangements at the premises *Any occurrence of murder or suicide at the premises *National Lottery extension <p>*(up to 10% of sum insured or £250,000, whichever is less)</p>	<ul style="list-style-type: none"> Reinstatement of sum insured following a loss Books of account or other business books holding details of customers accounts are to be kept in fire resisting cabinets when not in use All electronically stored data in respect of customer accounts must be backed up at least weekly and the copy stored away from the premises 	

Goods in Transit (Section 3)

Cover	Extensions included as standard (subject to certain limits)	Conditions	Exclusions
<ul style="list-style-type: none"> Property whilst in transit in the UK and Republic of Ireland by road, rail or inland air freight 	<ul style="list-style-type: none"> Packing Materials Transfer Costs Reloading Costs Debris Removal Costs Drivers Personal Effects (up to £500) 	<ul style="list-style-type: none"> Security Conditions apply to transit by own vehicles Motor Vehicles must be roadworthy and in good state of repair Receipts to be obtained from third party carriers 	<ul style="list-style-type: none"> Wear and tear, deterioration, vermin Inherent vice, latent defect, action of light, atmospheric or climatic conditions Spillage, leakage, evaporation, loss of weight, shrinkage Mechanical or electrical derangement or breakdown Electrical or magnetic injury disturbance or erasure of electronic records Breakdown of refrigeration, insufficient insulation Defective/inadequate packing or insufficient addressing Delay or seizure of goods by the government or other authority Explosives or other dangerous goods Money, jewellery precious stones and metals, bullion, furs and livestock Property carried for hire or reward Loss or damage by storm or theft to property in open or open-sided etc vehicles Consequential loss

Money (Policy Section 4)

Cover	Extensions included as standard (subject to certain limits)	Conditions	Exclusions
<p>Loss of Money as defined</p> <ul style="list-style-type: none"> in transit and at contract sites in bank night safe in premises during business hours in premises outside business hours in safe in premises outside business hours not in safe in the custody of travellers and collectors in private dwellings 	<ul style="list-style-type: none"> Damage to safes, franking machines and carrying cases Damage to clothing and personal effects (up to £500 per person) Unauthorised use of company credit cards (up to £500 during each period of insurance) Fidelity Guarantee (up to £10,000 any one claim) 	<ul style="list-style-type: none"> Money records to be kept in a secure place separate from the money itself Safe keys to be removed from the premises outside business hours Safe details to be provided Accompaniment requirements for money in transit Theft Protections to be put into full and effective operation outside business hours Reasonable care to be taken in selection and supervision of employees 	<ul style="list-style-type: none"> Fraud or dishonesty of any partner, director or employee other than as insured under the Fidelity Guarantee extension Loss from unattended vehicles Any form of payment that is counterfeit, false, fraudulent invalid, uncollectable or irrecoverable Loss occurring outside UK and Republic of Ireland Errors, omissions or consequential loss

Personal Accident (Assault) (Policy Section 5)

Cover	Extensions included as standard (subject to certain limits)	Conditions	Exclusions
<p>Benefits are payable for injury sustained during theft or attempted theft of money or other property, resulting in</p> <ul style="list-style-type: none"> • Death • Loss of limbs or sight • Permanent total disablement • Temporary total disablement • Temporary partial disablement • Incurred medical expenses (up to £100 or 15% of the temporary disablement benefit payable, whichever is greater) 		<ul style="list-style-type: none"> • You and your partners, directors & employees must be aged not less than 16 years nor more than 75 years 	<ul style="list-style-type: none"> • Pregnancy • Pre-existing physical or mental condition

Employers' Liability (Policy Section 6)

Cover	Extensions included as standard (subject to certain limits)	Conditions	Exclusions
<p>Indemnity Limit £10 Million (inclusive of legal costs) for any one occurrence, unless otherwise shown in the schedule</p>	<ul style="list-style-type: none"> • Compensation for Court Attendance connected to a claim (up to £250 per day for each director/partner and £150 per day for each employee) • Health and Safety at Work etc Act 1974 • Unsatisfied Court Judgements • Working Partners • Work Overseas • Indemnity to Principals 	<ul style="list-style-type: none"> • Contractual Liability 	<ul style="list-style-type: none"> • Cover does not apply in respect of any claim brought against you in any court in the USA or Canada. • Injury to Employees (other than the driver) resulting from being in or on any of your vehicles whilst on the road under the terms of Part VI of the Road Traffic Act 1988 • Injury to any employee ordinarily resident outside Great Britain, Northern Ireland, the Channel Islands and the Isle of Man • Visits or work on any offshore rig or platform

Public Liability (Policy Section 7)

Cover	Extensions included as standard (subject to certain limits)	Conditions	Exclusions
<p>Indemnity Limit for any one occurrence as shown in the schedule</p>	<ul style="list-style-type: none"> • Compensation for Court Attendance connected to a claim (up to £250 per day for each director/partner and £150 per day for each employee) • Health and Safety at Work etc Act 1974 • Indemnity to Principals • Work Overseas • Defective Premises Act • Damage to Leased & Rented Premises • Member to Member Liability • Motor Contingent Liability • Overseas Personal Liability • Cross Liabilities • Data Protection Act 1998 (up to £250,000 in respect of all claims in any one period of insurance) 	<ul style="list-style-type: none"> • Precautions for use of heat away from your own premises • Indemnity Limit is costs inclusive in the USA & Canada • Contractual Liability 	<ul style="list-style-type: none"> • Liability in respect of any premises you own or use which re not shown in the schedule • Cover does not apply in respect of any claim brought against you in any court in the USA or Canada. • Faulty or defective workmanship/materials • Advice, design, formula or specification • Bodily injury to any Employee • Property belonging to you or under your control • Ownership or use of any craft, or vehicle licensed for road use • Products supplied • Liquidated damages, fines or penalties • Punitive, exemplary or aggravated damages • Pollution or contamination unless from a sudden and identifiable unintended and unexpected incident

Public Liability (Policy Section 7) - continued

Cover	Extensions included as standard (subject to certain limits)	Conditions	Exclusions
			<ul style="list-style-type: none"> • Pollution or contamination occurring in the USA or Canada • Visits or work on any offshore rig or platform

Products Liability (Policy Section 8)

Cover	Extensions included as standard (subject to certain limits)	Conditions	Exclusions
Indemnity Limit for all occurrences during any one period of insurance as shown in the schedule	<ul style="list-style-type: none"> • Compensation for Court Attendance connected to a claim (up to £250 per day for each director/partner and £150 per day for each employee) • Health and Safety at Work etc Act 1974 • Cross Liabilities • Data Protection Act 1998 (up to £250,000 in respect of all claims in any one period of insurance) • Consumer Protection and Food Safety Acts 	<ul style="list-style-type: none"> • Indemnity Limit is costs inclusive in the USA & Canada • Contractual Liability 	<ul style="list-style-type: none"> • Cover does not apply in respect of any claim brought against you in any court in the USA or Canada. • Cost of repair, alteration, replacement, removal or recall of any products supplied • Advice, design, formula or specification • Bodily injury to any employee • Liability caused by or arising from property in your charge or control • Products supplied which to your knowledge are used as a critical part in connection with flying or navigation of any aircraft spacecraft rocket missile or satellite • Liquidated damages, fines or penalties • Punitive, exemplary or aggravated damages • Pollution or contamination unless from a sudden and identifiable unintended and unexpected incident • Pollution or contamination occurring in the USA or Canada • Products supplied which to your knowledge are exported to the USA or Canada

Personal Accident (Policy Section 9)

Cover	Extensions included as standard (subject to certain limits)	Conditions	Exclusions
<ul style="list-style-type: none"> • 24-hour cover for specified employees suffering death or bodily injury resulting in: <ul style="list-style-type: none"> • Death • Loss of eyes, hands or feet • Permanent total disablement from usual occupation • Temporary total disablement from usual occupation (up to 104 weeks) • Medical Expenses (up to £100 or 15% of the disablement benefit, whichever is the greater) 		<ul style="list-style-type: none"> • In the event of death we may require a post mortem (at our expense) • In the event of disablement, the person insured must immediately place himself/herself under the care of a qualified medical practitioner and submit to medical examination (at our expense) as often as we may require • You shall supply all certificates, information and evidence at your expense 	<ul style="list-style-type: none"> • Flying other than as passenger on a bona fide airline • Winter sports and other specified hazardous pursuits • Pregnancy • Pre-existing physical or mental condition • Influence of alcohol or non-prescribed drugs • Insanity • Any sexually transmitted or communicable disease • Intentional self-injury, actual or attempted suicide, provoked assault or wilful exposure to needless peril

Engineering Damage to Machinery and Plant (Policy Section 10)

Cover	Extensions included as standard (subject to certain limits)	Conditions	Exclusions
<ul style="list-style-type: none"> When more than one option is available the schedule will state which options apply Inspection and Cover A <ul style="list-style-type: none"> Statutory or non-statutory inspection of specified items of machinery and plant, and cover for impact damage (up to £100,000 any one occurrence) to your surrounding property caused by fragmentation of any inspected item Cover B <ul style="list-style-type: none"> Damage (up to £500,000 any one occurrence) either to specified items or to all machinery and plant caused by: <ul style="list-style-type: none"> Explosion, Collapse or Breakdown or Sudden and Unforeseen Damage i.e. Explosion, collapse or breakdown, plus other accidental damage Cover C <ul style="list-style-type: none"> Damage (up to £1 Million any one occurrence) to your own surrounding property caused by explosion of any boiler or pressure vessel to which Cover B above applies 	<ul style="list-style-type: none"> Capital Additions Cost of Debris Removal Temporary Repairs (up to £10,000) Temporary removal for repair, maintenance, overhaul or inspection (including up to £25,000 for sea and air transits) Loss Minimisation 	<ul style="list-style-type: none"> The Inspecting Authority shall have the right to inspect the machinery and plant at all reasonable times and will make periodical inspections of machinery and plant Year 2000 Exclusion Clause (Inspection) Machinery shall be maintained in good working order Machinery shall be operated and maintained in accordance with manufacturers recommendations 	<ul style="list-style-type: none"> Explosion under Cover A Fire Lightning, aircraft, earthquake storm, flood, water discharged from any installation/sprinkler or theft Testing or intentional overloading Hydraulic testing Burning or distortion by heat Wear and tear or gradual deterioration Gradually developing defects, flaws Loose parts, defective joints or seams Scratching of painted or polished surfaces Ropes Non-metallic protective linings, batteries Rubber tyres Loss of use or consequential loss

General Conditions

<ul style="list-style-type: none"> The Policy Document Cancellation Fair Presentation of the Risk 	<ul style="list-style-type: none"> Instalments Reasonable Precautions 	<ul style="list-style-type: none"> Choice of Law Change of Risk or Interest 	<ul style="list-style-type: none"> Contract (Rights of Third Parties) Act 1999
--	---	---	---

Claims Conditions

<ul style="list-style-type: none"> Action by the Insured Subrogation 	<ul style="list-style-type: none"> The Rights of the Company Fraudulent Claims 	<ul style="list-style-type: none"> Conditions Precedent Other Insurances 	<ul style="list-style-type: none"> Arbitration
--	--	--	---

General Exclusions

<ul style="list-style-type: none"> War, Government Action and Terrorism Sonic Bangs 	<ul style="list-style-type: none"> Radioactive Contamination Pollution or Contamination Date Recognition 	<ul style="list-style-type: none"> Date Recognition Computer Equipment Marine Policies 	<ul style="list-style-type: none"> Computer Virus and Hacking
---	---	--	--

Other features

24 hour business assistance services

Helpline services available 24 hours a day, 7 days a week for:-

- Business Legal Advice Helpline on any business problem including employment, VAT, contract disputes etc (supplied by DAS Legal Expenses Insurance Company Limited on behalf of NIG)
- Business Emergency Assistance Helpline - rapid response from reputable local contractors to deal with any sort of emergency on your premises, including burst pipes, drainage problems, gas, electricity failures and serious roof damage (supplied by DAS Legal Expenses Insurance Company Limited on behalf of NIG)
- Emergency Glazing and Security Assistance Helpline - rapid call outs for any glazing or door and window security problems (supplied by Glassolutions on behalf of NIG)

Instalment Payment Method available in most cases

Your right to cancel

If this cover does not meet your requirements, please return all your documents and any certificate to the broker, intermediary or agent who arranged the Policy within 14 days of receipt. We will return any premium paid in accordance with General Condition - Cancellation.

Cancellation

If you wish to cancel the contract at any other time, please contact the broker, intermediary or agent, who arranged the Policy. Any return of premium will be made in accordance with the General Condition - Cancellation.

Instalments – Consumer Credit Agreement

If you have chosen to pay by instalments with NIG please read the Terms and Conditions of your Consumer Credit Agreement. Failure to comply with the Terms and Conditions of your Consumer Credit Agreement may affect your Policy.

How to make a claim

Please contact, in the first instance, the Broker, Intermediary or Agent who arranged the Policy. Please quote your policy number.

How to complain

If you have an enquiry or complaint arising from your Policy, please contact the broker, intermediary or agent who arranged the Policy for you. If the broker is unable to resolve your complaint or it is regarding the terms and conditions of the policy they will refer it to NIG.

If your complaint is still outstanding you can write to NIG direct at the following address, quoting your policy number.

The Chief Executive, NIG, Churchill Court, Westmoreland Road, Bromley BR1 1DP.

Once you receive a written response and if you remain dissatisfied, you may refer your complaint to the Financial Ombudsman Service (FOS). Their address is:

The Financial Ombudsman Service, Exchange Tower, London E14 9SR. Telephone: 0800 023 4567 or 0300 123 9123.

Details about our Regulator

NIG policies are underwritten by U K Insurance Limited who is authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority, registration number 202810. The Financial Conduct Authority website, which includes a register of all regulated firms can be visited at www.fca.org.uk, or the Financial Conduct Authority can be contacted on 0800 111 6768. The Prudential Regulation Authority website can be visited at www.bankofengland.co.uk/pru, or the Prudential Regulation Authority can be contacted on 020 7601 4878.

Financial Services Compensation Scheme

Under the Financial Services and Markets Act 2000, should we be unable to meet our liabilities to policyholders, compensation may be available. Insurance advising and arranging is covered for 90% of the claim, without any upper limit. For compulsory classes of insurance, insurance advising and arranging is covered for 100% of the claim, without any upper limit. Information can be obtained on request, or by visiting the Financial Services Compensation Scheme website at www.fscs.org.uk

