

PRODUCT DISCLOSURE SHEET CONTRACTOR'S ALL RISKS INSURANCE

Date: 04/2026

Dear Customer,

This Product Disclosure Sheet (PDS) provides you with key information on your Contractor's All Risks insurance.

Other customers have read this PDS and found it helpful; **you should read it too.**

1 What is Contractor's All Risks Insurance?

Contractors' All Risks Insurance policy is designed to meet the insurance obligations placed upon Contractors under the contract conditions. The policy covers the work to be executed in accordance with the contract, temporary works, materials, construction plant and equipment brought into the site and liabilities arising out of the performance of the contract.

2 Know Your Coverage

The total premium payable may vary depending on the risk exposure and our underwriting requirements.

This policy covers:

- **Section I – Material Damage:** It covers almost any sudden and unforeseen physical loss or damage occurring (except as specifically excluded in the policy) to the contract works/property/items insured, during the period of insurance.
- **Section II – Third Party Liability:** This Section is in respect of third party liability for which we shall become legally liable to pay as damages consequent upon:
 - accidental bodily injury to or illness of third party
 - accidental loss or damage to property belonging to third party

The duration of cover corresponds with the contract period which is stipulated in the Letter of Award.

This policy **excludes**:

- Willful acts or willful negligence
- Wear and tear
- Faulty design
- The cost of replacement, repair or rectification of defective material and/or workmanship
- Consequential loss of any kind or description whatsoever
- Loss or damage for which the manufacturer or supplier of the insured items is responsible either by law or under contract
- Mechanical and/or electrical breakdown or derangement of construction plant and machinery
- War, Civil War and any act of Terrorism
- Radioactive and nuclear energy risks

Note: This list is non-exhaustive. Please refer to the sample policy contract for the full list of exclusions under this policy.

By paying an additional premium, you can expand the coverage to include:

- Removal of Debris
- Professionals' Fees
- Principal Existing Property (PEP)
- Construction Plant and Machinery (CPM)

If you have any questions or require assistance on your insurance coverage, you can:



Call us at
1-800-888-458



Visit us at
www.progressiveinsurance.com.my



Email us at:
customercare@progressiveinsurance.com.my



Scan the
QR Code above

3 Know Your Obligations

The premium you have to pay may differ based on the scope and nature of your Contract Works, the level of risk involved, any requested coverage extensions, and our underwriting criteria.

You also have to pay the following fees and charges:

(+) Stamp Duty	RM 10.00
(+) Service Tax	8% of gross premium
Commission paid to the insurance intermediaries (if any)	15% of gross premium



IMPORTANT INFORMATION YOU SHOULD KNOW

A	You must disclose all material facts which is known or ought to know, that would affect our underwriting consideration of your proposal, such as your insurance and loss history. You must disclose all relevant facts truthfully and completely in your insurance application form
B	You must inform us of any material changes during the policy period. This ensures that necessary amendments can be made and endorsed to your insurance policy
C	You must have an insurable interest in the insured property, which means you would suffer a financial loss if it is lost or damaged.
D	The duration of cover corresponds with the contract period which is stipulated in the Letter of Award. Any extension of the contract period can be considered subject to advance notification to us via written declaration and submissions of additional documents.
E	You must ensure that your sum insured stated in the Schedule shall not be less than the full value of the contract works at the completion of the contract and the replacement value of construction, plant and machinery (if any) in order to avoid underinsurance. Otherwise, you shall have to bear a proportionate share of the loss if the insured property is valued higher than the sum insured at the time of loss.
F	The deductible/excess is the amount you have to bear before we pay a claim
G	The premium must be paid and received by us within 60 days from the inception date of the cover, otherwise the cover is automatically cancelled and you will still be responsible to pay the pro rata premium for the period we have been on risk.
H	You must notify us immediately of any claim and take reasonable steps to minimize the loss or damage.
I	For Liability claim, You should not admit liability, offer promise or payment to claimant without our written consent. Should there be a claim or an incident that would potentially trigger a claim, you are required to notify us immediately in writing.

Note: This list is non-exhaustive. You should refer to the policy for the full list of terms and conditions.



Can I cancel my policy?

There is no Cancellation Condition under this Policy.

The benefits payable under eligible Policy is(are) protected by PIDM up to limits. Please refer to PIDM's TIPS Brochure or contact Progressive Insurance Bhd or PIDM (visit www.pidm.gov.my)