

PRODUCT DISCLOSURE SHEET MACHINERY BREAKDOWN INSURANCE

Date: 04/2026

Dear Customer,

This Product Disclosure Sheet (PDS) provides you with key information on your Machinery Breakdown insurance.

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

1 What is Machinery Breakdown Insurance?

Machinery Breakdown policy provides insurance cover for plant, machinery and mechanical equipment at work, at rest or during maintenance operations.

2 Know Your Coverage

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

This policy covers:

This policy provides cover against sudden and unforeseen physical damage to your machinery whether at work or at rest and during cleaning, inspection, over-hauling, and removal to another position within the premises during subsequent re-erection.

This policy **excludes**:

- Loss of or damage to exchangeable tools, catalyst
- Loss or damage due to fire & allied perils, flood, collapse of building, landslide
- Loss or damage due to burglary, theft
- Loss or damage for which a contractor, supplier or repairer is responsible either by law or under contract
- Loss or damage caused by existing defects or faults
- Nuclear reaction, nuclear radiation or radioactive contamination
- Willful acts or willful negligence
- Loss or damage as a direct consequence of the continual influence of operation (e.g. wear & tear)
- War, Civil War and any act of Terrorism
- Consequential loss/damage of any kind or description

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

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 total premium that you have to pay may vary depending on the risk exposure and our underwriting requirements:	
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	The duration of coverage is one (1) year. You need to renew the insurance cover annually.
B	You must ensure that your sum insured should always be the New Replacement Value of the machinery. This includes the value of the new items, custom duties, transportation and installation costs.
C	New Replacement Value – we will pay the full cost of replacing or reinstating the damaged property by the same kind and capacity. In the event that the property is no longer available in the market, we will replace you with the nearest model provided its value does not exceed the sum insured stated in the Schedule.
D	If the sum insured is less than the amount required to be insured at the time of loss (i.e. under-insurance), you are deemed to be self-insuring the difference. The average condition will apply in the event of a claim. Every item if more than one shall be subject to this condition separately.
E	Contribution condition: If at the time any claim arises under the Policy there is any other insurance covering the same loss, damage or liability, we shall not be liable to pay or contribute more than its rateable proportion of any claim for such loss, damage or liability.
F	Premium Warranty: The premium due must be paid and received by us within sixty (60) days from the coverage commencement date. Failure to pay the premium within this period, may result in the Policy being automatically cancelled. We shall be entitled pro-rated premium for the sixty (60) days which we have provided the coverage.
G	You must notify us immediately of any claim and take reasonable steps to minimize the loss or damage.
H	Excess / Deductible: This is the amount you have to bear in the event of a claim occurring (if applicable).
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?

Yes, You may cancel your policy at any time by giving written notice to us. Upon cancellation, any refund of the premium would be based on the conditions stipulated in the policy contract. However, premium will not be refunded if there was a claim paid or submitted to us during the Policy period.

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)