

MPUMALANGA ECONOMIC GROWTH AGENCY



SHORT TERM INSURANCE SUMMARY FOR THE

PERIOD 1 JULY 2020 TO 30 JUNE 2021

TO BE READ IN CONJUNCTION WITH POLICY DOCUMENT

INSURANCE SUMMARY FOR THE PERIOD 1 JULY 2020 TO 30 JUNE 2021

INSURANCE CLASS	COVER	INSURED PROPERTY/ EVENTS	SUM INSURED / INDEMNITY LIMIT	DEDUCTIBLES	REMARKS
<p>1. ASSETS ALL RISKS</p> <p>Acquisitions limit – R5m Disinvestments limit – R5m Capital Additions - 10% of sum insured Theft Assault Capital Amount – R10k</p> <p>Policy = Day one value basis</p>		<p>Territorial Limits:</p> <p>RSA, Namibia, Botswana, Lesotho, Swaziland, Zimbabwe, Malawi, Mozambique, Angola but worldwide in respect of:</p> <ul style="list-style-type: none"> - Property in the possession of directors and employees, their own or the insured's, traveling on the business of the insured's - Property temporarily abroad for maintenance, refurbishment, repair 		<p>Property valued up to R 2 500 000: R250 000</p> <p>R 2 500 001 – R 5 000 000: R 1 500 000</p> <p>R 5 000 001 – R 10 000 000: R3 500 000</p> <p>R 10 000 001 – R 50 000 000: R 7 500 000</p> <p>R50 000 001 – R 75 000 000: R 10 000 000</p> <p>R 75 000 001 plus: R 15 000 000</p> <p>Offices: R 100 000</p>	<p>All sum insured/limits are VAT inclusive</p> <p>Deductibles are VAT exclusive</p> <p>Policy = Day one value basis</p> <p>Declared insured values for Property Damage to represent New Replacement Value as at 1 July 2018</p> <p>Unoccupied premises covered in respect of fire peril only</p> <p>Average to apply if values are underinsured</p>
GENERAL – CLAIMS PREPARATION COSTS	Costs and expenses incurred to substantiate the amount of any claim		R 2 500 000	R NIL	

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SECTION A – PROPERTY DAMAGE					
1.1 Fire and Allied Perils	<p>Consisting of fire, spontaneous combustion, -fermentation, -charring, -heating, lightning, thunderbolt, explosion, implosion (other than damage to the vessel itself in which the implosion occurs), earthquake, earth-tremor, volcanic eruption, Special Perils (as defined), Malicious Damage (as defined), Malicious Damage caused by thieves, subsidence or landslip and the acts of authorities in dealing with any of the foregoing</p> <p>Special Perils shall mean storm, wind, water, hail or snow, aircraft, other aerial devices or articles dropped therefrom, impact by animals or vehicles, including railway locomotives, rolling stock or articles dropped therefrom, satellite dishes or antennae, falling trees or parts thereof, accidental discharge or leakage from tanks, pipes, apparatus or fire extinguishing equipment which shall include loss of or damage to such items and their contents</p>	<p>Day One Declared Values:</p> <p>R 1 220 760 000 (All occupied commercial buildings and improvements thereon, but excluding all unoccupied premises)</p>	<p>OVERALL POLICY LIMIT:</p> <p>Subsidence and Landslip: R 50 000 000</p> <p>Electronic Equipment: R 5 000 000</p> <p>Laptops R 500 000</p> <p>All other perils R 300 000 000</p> <p>PD/Bi Combined (inclusive of all policy sub-limits)</p>	Refer above (PD/Bi combined)	PD/Bi Combined = Property Damage/Business Interruption Combined
1.2 Theft	Theft or any attempt thereat	<p>Theft and Malicious Damage</p> <p>All other theft</p>	<p>R 1 000 000</p> <p>R 250 000</p>	<p>10% of claim, min R1 500</p> <p>10% of claim, min R1 500</p>	
1.3 Accidental Damage	Accidental physical loss, destruction or damage by any cause insured in terms of this section other than as described under 1.1	All property as per 1.1 above	R 10 000 000	10% of claim, min R1 500	
1.4 Money	All risks of loss or damage to money (as defined in the Policy) unless otherwise specified	<p>Cash</p> <p>Crossed Cheques</p> <p>EFT</p>	<p>R 1 000 000</p> <p>R 60 000 000</p> <p>R 60 000 000</p>	<p>10% of claim, min R1 500</p> <p>(All three types)</p>	

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1.5 Goods in Transit Cover includes removal of debris and site clearance costs	Loss or damage in transit	All property as per 1.1 including third party property in the care, custody and control of MEGA Cover i.r.o. third party property restricted to accumulation risks only i.e. no cover i.r.o. single items/parcels	R 100 000 any one conveyance	10% of claim, min R1 500	
1.6 Clearance Costs (no damage to Property Insured)	Costs and Expenses necessarily incurred in removing silt, water or debris from or within the vicinity of any premises owned or used by MEGA in connection with the business in order to regain access to, or to restore original working conditions to, such premises or site (within the vicinity shall mean within a 10km radius)		R 5 000 000	R NIL	
1.7 Clearance Costs (Other)	Costs necessarily incurred by MEGA in demolishing or dismantling Insured Property and in removing debris from the site and providing, erecting and maintaining any hoarding required during such demolition, shoring up or propping and site clearance operations following damage		R 20 000 000	R NIL	
1.8 Professional Fees	Professional fees (for estimates, plans, specifications, quantities, tenders and supervision) necessarily incurred in the reinstatement or replacement of Insured Property following damage		R 20 000 000	R NIL	
1.9 Fire Protection System Updating	Additional costs and expenses incurred where, following damage thereto, it is a legal or statutory requirement for MEGA to update or replace their automatic fire protection system (including undamaged portions thereof) with a more modern design system		R 5 000 000	R NIL	

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1.10 Motor Vehicle Whilst Parked (own fleet difference in value)	Loss or damage to motor vehicles whilst parked on any MEGA premises following Fire and Allied perils (as defined) provided that such vehicles are damaged to an extent greater than 70% of the retail value (VAT exclusive) of such vehicles at the time of such damage and that Insurer's liability will be limited to the retail value of such vehicles	Motor vehicles whilst parked on any premises of MEGA (vehicles owned, hired, leased by MEGA including staff owned vehicles)	R 50 000 000 in the annual aggregate	R NIL	Static risk only Credit Shortfall excluded
1.11 Property in the Course of Construction	Property in the course of construction which pertains to repairs, maintenance or alterations to existing property		R 1 000 000	R NIL	
1.12 Claims Preparation Costs	Costs and expenses incurred to substantiate the amount of any claim		R 2 500 000	R NIL	
1.13 Fire Extinguishing & Prevention Expenses – non damage	Actual and reasonable expenses incurred in extinguishing or containing any fire, or in preventing, or attempting to prevent, any existing fire from causing damage		R 5 000 000	R NIL	
1.14 Fire Brigade Charges	Costs necessarily incurred by the insured in respect of firefighting services by a fire department following damages to insured property		R 5 000 000	R NIL	
1.15 Automatic Acquisitions	This insurance automatically extends to include the interests and property, in respect of which there is no existing insurance, of any new acquisition or new entity formed by or merged with the insured herein after referred to an "acquisition"		R 5 000 000	R NIL	
1.16 Disinvestments	The insured shall be entitled to a pro rata refund of premium from the date of such disinvestment until expiry of the period of insurance, where the total assets and business interruption values exceed the limit of disinvestments stated in the specification		R 5 000 000	R NIL	
1.17 Capital Additions	This insurance automatically covers alterations, improvements and additions (but not appreciation in value) to the property insured hereby, provided the value thereof does not exceed the limit stated in the specification		10% of sum insured	R NIL	
	Loss of or damage by theft (or similar unlawful				

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1.18 Theft Assault – Capital Amount	acts)		R 10 000	R NIL	
1.19 Loss of Documents	Loss of plans, drawings, computer system records, tapes, photographs, films, letters, certificates, etc.		R 500 000	R NIL	
1.20 Acts of Authorities	Damage sustained by the insured due to the act of any lawfully established authority in controlling, preventing, suppressing or in any other way dealing with any peril or event which may give rise to loss or damage insured in terms of this policy		R 10 000 000	R NIL	
SECTION B – ENGINEERING					
1.21 Electronic Equipment	Physical loss of or damage to the Insured Property from any cause not otherwise excluded which manifests itself during the Period of Insurance within the territorial limits	Electronic equipment, not forming an integral part of Insured Property as defined in 1.16 of this Policy (Machinery Breakdown), owned by or leased to MEGA or for which MEGA has accepted responsibility to insure	Electrical Equipment and Business Interruption Combined: R 5 000 000 Re-instatement of Data: R 250 000 Increased Leasing/ Hire Costs: R 250 000 Incompatibility: R 250 000 Increased Cost of Working: R 5 000 000	Electrical and Mechanical Breakdown: R10 000	
SECTION C – BUSINESS INTERRUPTION					
1.22 Business Interruption	Loss of Gross Rentals: 18 months	Loss of Gross Rentals	R 56 250 000	R NIL	
1.23 Additional Increase in Cost of Working (Indemnity period: 18 months)	Additional expenditure not otherwise recoverable incurred with the consent of the Insurers during the Indemnity Period in consequence of the Damage for the purpose of maintaining normal operation of the Business		R 1 000 000	R NIL	
1.24 Fines and Penalties	Indemnity i.ro. all sums which MEGA shall be liable to pay in discharge of contracts, cancellation charges or fines or penalties for breach of contract		R 1 000 000	R NIL	

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1.25 Maximum Demand Charges	etc. incurred in consequence of damage This insurance extends to include maximum demand charges incurred by the insured during the indemnity period in consequence of loss of or damage to the insured, which exceeds the normal rate payable by the insured and/ or those maximum demand charges		R 1 000 000	R NIL	
1.26 Extended Damage (Public Utilities)	Loss due to interruption/ interference with the business in consequence of total or partial failure of the supply to MEGA of electricity, gas, water, communications and data processing facilities, steam, sewerage and other similar services through any cause other than a) drought and b) shortage of fuel or water and all other causes per policy wording		R 5 000 000	R NIL	
1.27 Municipal Plans Scrutiny Fees	Plans scrutiny fees as may be levied by the responsible Public Authority incurred directly in the repair replacement or reinstatement of the insured property		R 1 000 000	R NIL	
2. PUBLIC LIABILITY					
Basis of Indemnity: Claims Made	Legal Liability to third parties for death or bodily injury as well as loss of or physical damage to their tangible property	General/ Premises/ Tenants	R 50 000 000	R 25 000	Retroactive date: 1 July 2014
Employers Liability includes employee to employee cover		Products Liability	R 10 000 000	R 25 000	
		Employers Liability (RSA employees)	R 50 000 000	R NIL	
		Pure Financial Loss	R 5 000 000	R 25 000	
		Statutory Legal Defence Costs	R 5 000 000	R NIL	
		Wrongful Arrest/Defamation	R 5 000 000	R NIL	
		Motor Third Party Liability (XOL)	R 5 000 000	R NIL	
					Territorial Limits: Worldwide but not in connection with any business carried on by the insured at or from premises within or any contract for the performance of work within North America

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3. DIRECTORS & OFFICERS LIABILITY	<p>The Insurers shall pay on behalf of the insured persons loss for which they are not indemnified by the Insured and which the insured persons become legally obligated to pay on account of any claim first made against them, individually or otherwise, during the policy period or, if exercised, during the discovery period, for a wrongful act taking place on or after the Retroactive Date stated in the policy</p> <p>Any error, misstatement, misleading statement, act, omission, negligence, or breach of duty actually or allegedly committed or attempted by any of the insured persons, individually or otherwise, in their capacity as such, or any matter claimed against an insured person solely by reason of their serving in such capacity.</p>	<p>Covers:</p> <p>Directors & Officers Company Reimbursement Securities Claim Non-Executive Additional Amount Investigation Cover</p> <p>Cover Extensions:</p> <p>Assets & Liberty Proceeding Support Shareholder Claims Costs Personal Tax Liability Mitigation Cost Reputational Crisis Costs Emergency Defence Costs Cyber Liability Class Certification Event Study Expenses Interpretative Counsel for International Securities Claims Kidnap & Ransom Cost Cover Employed Lawyers Extension</p>	R 50 000 000	R NIL, But R150 000 for Securities Claims																
4. MOTOR FLEET	<p>Own Damage</p> <p>Motor Third Party Liability</p>	<p>Vehicles declared</p> <table><tr><td>Motor Car</td><td>:</td><td>1</td></tr><tr><td>Light Delivery Vehicles</td><td>:</td><td>9</td></tr><tr><td>Commercial Vehicles</td><td>:</td><td>3</td></tr><tr><td>Special Type Vehicles</td><td>:</td><td>14</td></tr><tr><td>Motor Cycles</td><td>:</td><td>1</td></tr></table> <p>Total number of units : 28</p>	Motor Car	:	1	Light Delivery Vehicles	:	9	Commercial Vehicles	:	3	Special Type Vehicles	:	14	Motor Cycles	:	1	<p>Own Damage:</p> <p>R 1 325 927</p> <p>Motor Third Party Liability:</p> <p>R 5 000 000</p>	<p>All Other Vehicles:</p> <p>R 5 000</p> <p>Radios:</p> <p>R500</p> <p>Keys:</p> <p>R 250</p>	<p>Territorial limits:</p> <p>Africa South of the Equator Excluding Angola and the DRC</p>
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5. PERSONAL ACCIDENT	Accidental death or bodily injury to insured persons on a 24-hour basis whilst engaged with MEGA activities	Insured Persons: 11 Non-Executive Directors Insured Events: - Accidental Death - Accidental Permanent Total Disability	R 1 000 000 % of R 1 000 000	R NIL R NIL	
6. RIOT/ STRIKE	Cover for riots, strikes and labour unrest occurring in South Africa	- Buildings, Plant and Machinery, Electronic Equipment, Stock, Contents, Professional Fees, Clearance Costs (Other), Fire Protection System Updating, Property in the Course of Construction (maintenance only), Reconstitution of Data, Claims Preparation Costs, Motor Vehicle Accumulation, Functional Unit, Public Authorities Requirements, Municipal Plans Scrutiny Fees, Statutory Duties, Fire Extinguisher Refill Costs, Fire Extinguishing and Prevention Expenses, Protection of Property, Capital Additions, Loss of Rent - Money - Transit - Motor Specified / Fleet	R 1 220 760 000 As per underlying policy	R NIL R NIL R NIL	



DESCRIPTION OF BUSINESS:

Mpumalanga Economic Growth Agency, industrial and commercial property owners and managers, tenants, trade and investment promoters, development and growth of small medium and micro enterprises (SMME's), housing financiers, agricultural development agency, production agency, exporters of agricultural produce and any other activity undertaken by the insured.



INDWE RISK
SERVICES