

Consequential Loss (Fire) Insurance

Policy ID: UIN: IRDAN134CP0005V01200809 | Category: Property - Business Interruption

Provider: Universal Sampo General Insurance

1. Policy Period & Validity

Standard Duration: 1 Year
Validity Basis: Indemnity Period (e.g. 6-12 months)

2. Policy Overview

Covers the Loss of Net Profit and Standing Charges (Fixed Costs) if the business is interrupted due to a fire or special peril.

Ideal For: *Businesses with high fixed costs (Salaries, Rent, Interest) where a fire could stop operations.*

3. Eligibility Criteria

- **Prerequisite:** Must have a Standard Fire Policy in force.

4. Sum Insured Eligibility

- **Basis:** Annual Gross Profit (adjusted for trend).

5. Scope of Coverage

- **Gross Profit:** Net Profit + Standing Charges.
- **Increased Cost of Working:** Additional spend to maintain turnover (e.g., renting temporary premises).

7. Major Exclusions

- x No Material Damage: Claim not payable if Fire claim is rejected.
- x Goodwill: Loss of goodwill excluded.

8. Claims & Administration

Claims Procedure:
- Audit: Requires Chartered Accountant's certification of loss.

Policy Terms:
- Indemnity Period: Max period of interruption covered (e.g., 6 months, 12 months).