

# GENERAL INFORMATION ON THE NON-CROP AGRICULTURAL ASSET INSURANCE PROGRAM

## AGRICULTURAL ASSETS

Agricultural assets shall pertain to buildings, machineries, equipment, transportation facilities, and other related infrastructures directly or indirectly used in pursuit of agricultural activities including production and processing, marketing, storage, and distribution of goods and services.

## TYPES OF INSURANCE COVER AND RISKS ELIGIBLE FOR COVERAGE

### Fire and Lightning

- Warehouse risks for agricultural produce, machineries and equipment;
- Industrial risks for processing of agricultural produce;
- Poultry houses, pig pens, stables and other similar structures; and
- Other related infrastructures.

### Property Floater

- Tractors, threshers, trailers, shallow tube wells, other related farm machineries.

### Commercial Vehicle

- Agricultural transport facilities/vehicles used for hauling agricultural products such as trucks and pickups.

## Contractors' All Risks (CAR) and Erection All Risks (EAR)

CAR is an insurance for buildings and civil engineering projects during construction of materials, works in progress, construction plant and equipment and construction machinery while EAR is an insurance against accident resulting in damage or destruction to machinery, equipment and apparatus during the process of erection or installation.

## PERIOD OF COVER

The period of insurance cover shall be for a maximum of one (1) year commencing on the effectivity date or as specified in the policy contract and the payment of premium thereof.

- For CAR, the period of cover is the same as the contract period.
- For EAR, the period of cover is the same as CAR and extends to the testing period of equipment.

## PREMIUM RATES, DISCOUNTS AND DEDUCTIBLES

### Fire and lightning

Fire insurance costs are regulated through rates formulated by the PIRA, Inc. and approved by the Insurance Commission (IC).

### Property Floater

The premium rate shall be based on the prevailing rate in the area; provided, in no case shall said rate be lower than one percent (1.0%) of sum insured if the coverage is an initial insurance coverage for the subject property or the rate as expiring if renewal, subject to a minimum premium of Four Hundred Pesos (P400.00) per policy. The per event deductible shall be one percent (1.0%) of sum insured or One Thousand Pesos (P1,000.00), whichever is higher.

### Commercial Vehicle

The premium rating of all risks shall be in accordance with the prevailing industry practice.

The per event deductible shall be One Percent (1.0%) of sum insured or Three Thousand Pesos (P3,000.00), whichever is higher.

CAR	Percentage of sum insured
Residential Risk	0.12% - 0.175%
High Rise Risk	0.15% - 0.250%
Factory/ Warehouse	0.25% - 0.300%
Bridges (Wet Risk)	0.90% - 1.000%
EAR	0.25% - 0.300%

## COVERED RISKS AND PERILS

### Fire and Lightning

**Note:** Allied perils such as typhoon, flood, earthquake, and other perils as rider in fire policy may be included, subject to additional premium loading and approval by PCIC Head Office; if necessary.

### Property Floater

- All risks of direct physical loss or damage to the property insured from any external cause.

### Commercial Vehicle

- Loss of or damage to the scheduled vehicle and its accessories and spare parts whilst thereon:
  - by accidental collision or overturning consequent upon mechanical breakdown or consequent upon wear and tear;
  - by fire, external explosion, self-ignition or lightning

or burglary, housekeeping or theft;

- c. by malicious act;
  - d. while in transit (including the processes of loading and unloading) incidental to such transit by road, rail, inland waterway, lift or elevator.
- Other risks specified in the commercial vehicle policy (e.g., CTPL).

### CAR and EAR

- Practically all hazards are covered such as Fire, Lightning, Acts of God/Natural Calamities, Theft, Burglary, and Bad workmanship, negligence, malicious acts, and human error.

## PROHIBITED RISKS AND PERILS

### Fire and Lightning

- Non-agriculture related warehouse and industrial risks;
- All fire risks not classified under warehouse risks/ industrial risks;
- Earthquake, riot and all allied perils (e.g., typhoon, flood, etc.);
- Burglary and robbery;
- All prohibited risks and perils under ordinary fire policy; and
- Loss or damage related to war and terrorism.

### Property Floater

- Loss or damage to the property insured caused by or resulting from wear and tear, gradual deterioration, inherent vice, latent defect, mechanical breakdown, corrosion, rust, dampness of the atmosphere and/or loss or damage caused by perils other than those specified above;
- Loss or damage to electrical appliances or devices of any kind including wiring caused by electrical current or disturbance whether from artificial or natural cause unless fire ensues and then for the loss by fire only;
- Loss or damage caused by repairing, adjusting, servicing or maintenance operations, unless fire ensues and then for the loss by fire only;
- Infidelity of the assured's employees or of persons to whom the assured's property is entrusted;
- Loss or damage occasioned by the weight of a load exceeding the registered lifting capacity of any machine;
- Loss or damage caused directly or indirectly by invasion, the act of foreign enemies, hostilities, warlike operations, (whether war be declared or not) civil war, mutiny, rebellion, revolution, insurrection, military or usurped power or by any direct or indirect consequences of any of the said occurrences;

- Consequential loss or damage of any kind or description whatsoever including 1) delay in completing, negotiating and loss of contracts and 2) deterioration and loss of market; and
- Loss or damage arising from the prohibited risks stipulated in the property floater policy.

### Commercial Vehicle

- Loss or damage in respect of any claim or series of claims arising out of one event unless such loss or damage is in excess of the deductible and then only for such excess;
- Consequential loss, depreciation, wear and tear, mechanical or electrical breakdowns, failures or breakages;
- Damage to tires, unless the Scheduled Vehicle is damaged at the same time;
- Any malicious damage caused by the assured, any member of his family or by a person in the assured's service;
- Loss of, or damage to accessories or spare unless the Scheduled Vehicle is stolen at the same time; and
- Loss or damage arising from the prohibited perils, exceptions and limitations stipulated in the commercial car policy.

### CAR and EAR

- Loss/damage due to war, invasion, act of foreign enemy, hostilities (whether war had been declared or not), civil war, rebellion, revolution, insurrection, mutiny, riot, strike, lock-out, civil commotion, military or usurped power, a group of malicious, person or persons acting on behalf of or in connection with any political organization, conspiracy, confiscation, commandeering, requisition or destruction or damage by order of any government de jure or de facto or by any public authority;
- Cessation of work;
- Willful act/willful negligence of the assured or their representatives;
- Nuclear reaction/radiation or radioactive contamination;
- Consequential loss;
- Mechanical/electrical breakdown or derangement of CPE and CM;
- Faulty design;
- Wear and tear; and,
- Deductibles, etc.

## WHERE TO FILE APPLICATION

- PCIC Head Office
- PCIC Regional Office (RO)

- PCIC Extension Office (PEO)

## NOTICE OF LOSS

In the event of loss, a Notice of Loss (NL) shall be filed to PCIC RO or PEO within ten (10) calendar days after the occurrence of loss.

- For Fire and Lightning, Property floater, Commercial vehicle.
- For CAR and EAR, shall be filed within fourteen (14) days after the date the loss occurred.

The claimant may file an NL thru a text message or other forms (e-mail, FB Messenger, and others) to the PCIC RO/PEO and must contain at least the name and address of the assured, the type of insurance and the cause of loss, provided that a written NL shall be submitted thereafter.

## CLAIM OF INDEMNITY

The assured shall file a pro-forma claim for indemnity (form NCAAI-CAS-20) within thirty (30) calendar days from the date the loss occurred. A CI filed by the assured within the prescribed period for filing a Notice of Loss shall also serve as the NL.

## PROOF OF LOSS

Before making any claims payment, the PCIC may require the assured to present satisfactory proof in writing, signed and sworn to by the assured, that a loss had occurred and the cause thereof, together with any other document/s or proof/s of information within thirty (30) calendar days after the occurrence of loss.

## SETTLEMENT OF CLAIMS

Shall be done as quickly as possible, but not later than twenty (20) working days from the submission of complete claims documents to the PCIC RO or PEO.

## REGIONAL OFFICES

### REGION I

2nd and 3rd Floor, S and P North Building, Nancayasan, McArthur Highway, Urdaneta, Pangasinan, 2428  
Phone: (075) 568-2524  
(075) 637-8036  
Email: ro1@pcic.gov.ph

### REGION II

Regional Government Center, Carig, Tuguegarao City, Cagayan, 3500  
Phone: (078) 844-1225  
Email: ro2@pcic.gov.ph

### REGION III

PEDMAR Building Dolores, City of San Fernando, Pampanga, 2000  
Phone: (045) 652-7816  
Email: ro3@pcic.gov.ph

### REGION III-A

2nd Floor CBNE Bldg. Maharlika Highway Cabanatuan City, 3100  
Phone: (044) 600-2080  
(044) 958-9845  
Email: ro3a@pcic.gov.ph

### REGION IV

2/F Rizal Commercial Center, J.P. Rizal St. corner MH Del Pilar, Calamba City, Laguna, 4207  
Phone: (049) 530-0935  
(049) 536-2129  
Email: ro4@pcic.gov.ph

### REGION V

BB Andes Building, Zone 8, SOLS Subdivision, Bitano, Legazpi City, 4500  
Phone: (052) 742-6613  
Email: ro5@pcic.gov.ph

### REGION VI

2nd Floor, Regional Science Laboratory Building, Department of Agriculture, Fort San Pedro Iloilo City, 5000  
Phone: (033) 323-3402  
Email: ro6@pcic.gov.ph

### REGION VII

3rd and 4th Floor, DBP Building, Osmeña Boulevard, Cebu City, 6000  
Phone: (032) 253-8686  
Email: ro7@pcic.gov.ph

### REGION VIII

2nd and 3rd Floor F. Mendoza RealtyComplex, 141 Sto. Niño St., Tacloban City, 6500  
Phone: (053) 321-3013  
(053) 523-4104  
Email: ro8@pcic.gov.ph

### REGION IX

2nd Floor Bulaylay Building, National Highway, Tiguma, Pagadian City, Zamboanga Del Sur, 7016  
Phone: (062) 945-1588  
(062) 925-0700  
Email: ro9@pcic.gov.ph

### REGION X

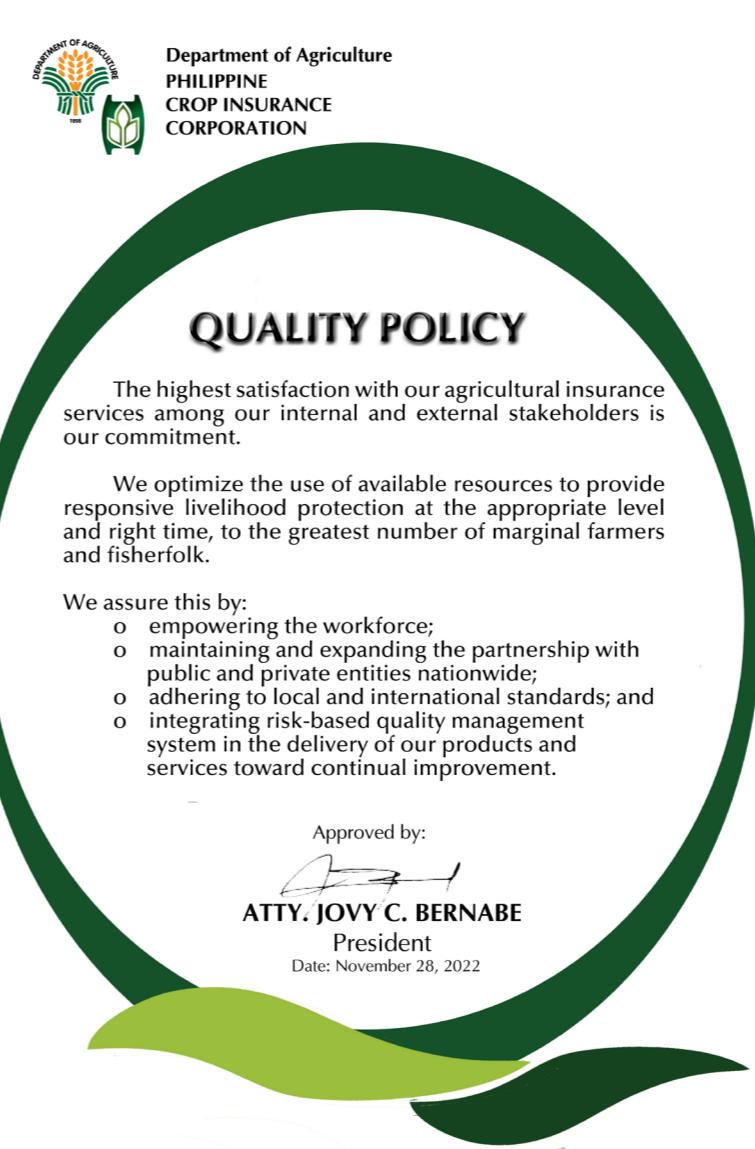
3rd Floor and 4th Floor One Montecarlo Building, Corrales-Hayes St. Cagayan de Oro City, 9000  
Phone: (088) 857-2983  
Email: ro10@pcic.gov.ph

### REGION XI

Purok 16, Sitio, Durian, Libby Road, Bago Gallera, Puan, Davao City, 9506  
Phone: (083) 228-3902  
Email: ro11@pcic.gov.ph

### REGION XII

Dumagan Building, Morales Avenue, Purok Katipunan, General Paulino Santos, Koronadal City, 9410  
Phone: (083) 305-2739  
Email: ro12@pcic.gov.ph



# NON-CROP AGRICULTURAL ASSET INSURANCE General Information



**"Sa Paglaban sa Kahirapan at Gutom, Crop Insurance, Katulong sa Pagbangon."**



### HEAD OFFICE

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Visit us at:  
<https://pcic.gov.ph/>

