



MAGMA
General Insurance Limited

MACHINERY LOSS OF PROFIT POLICY (COMMERCIAL)

Sales Literature

Magma General Insurance Limited (erstwhile Magma HDI General Insurance Company Limited) | www.magmainsurance.com | E-mail: customercare@magmainsurance.com | Toll Free: 1800 266 3202 | Registered Office: Development House, 24 Park Street, Kolkata – 700016, West Bengal. | CIN: U66000WB2009PLC136327 | IRDAI Reg. No. 149 | Machinery Loss of Profit Policy (Commercial) | Product UIN: IRDAN149CP0011V01201213 | For complete list of details on exclusions, risk factors, terms & conditions, please read the policy documents carefully before concluding a sale. | Trade Logo displayed above belongs to Magma Ventures Private Limited and is used by Magma General Insurance Limited under license. | Chat with MIRA on our website or say “Hi” on WhatsApp No. 7208976789 (SL.MLOPver10.12.24)

SALES LITERATURE

MACHINERY LOSS OF PROFIT POLICY (COMMERCIAL)

When a loss occurs due to any of the perils covered under Machinery breakdown Policy/Boiler and Pressure plant (Material Damage Policy), the material damage policy will help the insured in reinstatement/repair/replacement of the damaged Machinery. The time period between the date on which the loss occurs and the date on which the entire reinstatement/repair/replacement is complete and normal production restarts, is called the “Period of Interruption”. This would result in a reduction in turnover/output causing subsequent loss of profits. The intention of this Policy is to make good this loss.

What does this Policy cover?

The machinery/boiler loss of profit policy covers

- Loss of Gross Profit due to Reduction in Turnover/Output.
- Increase in Cost of Working-This is the additional expenditure that has to be necessarily incurred in order to avoid or diminish the reduction in turnover.

The basic requirement is that the loss of gross profit and/or increase in cost of working has to be as a consequence of an insured peril under the material damage MBD/BPP policy.

Optional Extensions:

- Wages-Dual basis or Pro-rata basis
- Auditor’s fees.

Other Salient Features:

- Premium is based on various risk factors of the critical machineries due to breakdown of which the operations at insured premises may be hampered/stopped.

The details furnished above do not constitute the entire terms and conditions. For details please refer to our Policy document.
