

The policy cover Boilers like fired boilers, recovery boilers, unfired pressure vessels and steam pipes against

- Damage to the boilers and/or pressure vessels
- Damage to the surrounding property of the insured
- Liability of the insured by law to any third party on account of
  - a. death or bodily injury
  - b. Damage to property (not held in trust or in commission) caused by and solely due to explosion or collapse occurring in the course of ordinary working.

The policy does not cover:

- Fire related losses including extinguishment
- Act of God perils
- Gradually developing flaws
- Wearing away or wasting of the materials of a boiler like blockage, corrosion, fracturing, blisters and lamination.
- Failure of individual tubes
- War group and nuclear group of perils
- Experiments/tests requiring abnormal conditions
- Defects, fracture, failure, deformation/bulging not resulting in explosion
- Consequential loss, loss arising out of existing defects known to insured
- Loss/damage for which manufacturer/ repairer is responsible
- Willful act/neglect or gross negligence of insured.

**The policy pays the following in case of a loss:**

**Partial loss**

In cases where damage to an item can be repaired, the policy pays expenses necessarily incurred plus the cost of dismantling and re-erection. No deduction is made for depreciation but salvage value is deducted.

**Total loss**

Where an insured item is destroyed, the policy pays the actual market value of the item immediately before the occurrence of loss including freight and erection cost. The salvage value is deducted and condition of average is applied (i.e. if sum insured is not adequate, claim will be paid proportionately)

For more information or specific queries contact us on [info@optima.co.in](mailto:info@optima.co.in)