

The policy pays for the actual loss of gross profit incurred during the period of delay, commencing from the scheduled date of commencement of commercial operation upto the actual date of commencement of commercial operation subject to a time excess and indemnity period selected. The delay, however, should have occurred due to a claim payable under Marine -Cum- Erection policy, Storage-Cum -Erection policy or Contractor's all risk policy.

The policy covers Loss of Gross Profit which equals the sum of Net Profit ad Standing Charges. Net Profit means profit before taxation. Standing Charges means fixed charges incurred even in the absence of business activity e.g. interest charges, salary & wages, Director's fees, O&M costs, liquidated damages.

The sum insured should represent the Anticipated Gross Profit (i.e. Net Profit + Standing Charges) for the Indemnity Period selected. Indemnity Period should be selected keeping in mind the maximum period required for re-importing, re-erecting and/or re-testing any part of the project.

The policy does not cover delay due to:

- Inventory losses
- Delay in shipment of supplies
- Normal project schedule slippages
- Non -availability of funds for repairs/replacement to damaged items
- Cancellation of license or Govt. restrictions etc

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