

Prepared for: _____

Print Date : _____

PRODUCT DISCLOSURE SHEET

(Read this Product Disclosure Sheet before you decide to take out the Product Liability insurance. Be sure to also read the general terms and conditions)

Financial Service Provider : **Allianz General Insurance Company (Malaysia) Berhad**
(“Company”/“We”/“Our”/“Us”)
Product Name : **Product Liability**

1. What is this product about?

Product Liability is one's legal liability to compensate for injury or damage sustained by another person caused by defective products supplied, distributed or sold. Liability for defective products may arise as a result of negligence in the process of manufacture, design, storage, packaging or even marketing including product information such as misrepresentation, failure to give warning or instruction of use.

2. What are the covers / benefits provided?

Product Liability Insurance provides indemnity to manufacturer, distributor or supplier of products against the aforesaid potential liability exposure. A proposer would have to select an appropriate limit of indemnity (Sum Insured) that may commensurate with the kind of potential liability exposure. The territorial limit of the cover would depend on the market to which products are exported or for which they are intended.

Product Liability indemnifies the insured against all sums which the insured shall become legally liable to pay as damages in respect of Occurrences happening anywhere within the Territorial Limit in respect of Bodily Injury or Loss of or Damage to property arising out of claims first made in writing against the insured during policy period as a result of an Accident after the Retroactive Date.

In addition to damages, the Company will indemnify the Insured for those Sums which the Insured shall pay as Legal Cost and Other Expenses, provided the maximum indemnity for Legal Cost and Other Expenses shall Not exceed the Limit of Indemnity.

Duration of cover is for one year. You need to renew your insurance policy annually.

3. How much premium do I have to pay?

Key Factors in Premium Computation:

- Type of Product
- Estimated Sales turnover
- Territorial Limits and Jurisdiction
- Limit of Indemnity and deductible

The rating for a particular product depends on the exposure of the risk it would entail. For e.g. Product Liability cover for electrical goods has higher exposure than that of plastic items.

4. What are fees and charges that I have to pay?

Type	% / Amount
• Commission paid to the insurance intermediaries (If any)	• 15% of premium/RM XX
• Services Tax	• 8% of premium
• Stamp Duty	• RM10.00

The Service Tax (“ST”) amount herein may be subject to change as the ST rate applied shall be based on the prevailing rate(s) in accordance with the laws of Malaysia.

5. What are some of the key terms and conditions that I should be aware of?

- Importance of disclosure

Non-Consumer Insurance Contract

Pursuant to Paragraph 4 (1) of Schedule 9 of the Financial Services Act 2013, if you are applying for this Insurance for purposes related to your trade, business or profession, you have a duty to disclose any matter that you know to be relevant to our decision in accepting the risks and determining the rates and terms to be applied and any matter a reasonable person in the circumstances could be expected to know to be relevant, otherwise it may result in avoidance of contract, claim denied or reduced, terms changed or varied, or contract terminated.

This duty of disclosure for Non-Consumer Insurance Contract shall continue until the time the contract is entered into, varied or renewed. You also have a duty to tell us immediately if at any time after your contract of insurance has been entered into, varied or renewed with us, any of the information given is inaccurate or has changed.

- Underwriting Consideration:
We need completed signed and dated application form for evaluation and rating.
 - Nature of product
 - Risk Exposure
 - Geographical scope and jurisdiction of cover
 - i) Indirect exports – worldwide excluding USA/Canada
 - ii) Direct exports –Worldwide
 - Estimated Sales Turnover in accordance to the product and the respective country of export.
 - Loss history
 - Limit of Liability
 - Risk Management (high standard of quality control)
- This insurance is subjected to 60 days Premium Warranty, i.e. premium due must be paid and received by insurer within sixty (60) days from inception. Failing which, policy is automatically cancelled and 60 days pro rate premium shall be entitled to Company.

6. What are the major exclusions under this policy?

This policy does not cover certain losses such as:

Product Guarantee

Product Recall

Damage to Product itself

Fines, Penalties, Liquidated damages, Punitive Damages or Exemplary damages.

Pure Financial or economic loss.

Note: This list is non-exhaustive. Please refer to the sample policy contract for the full list of exclusions under this policy.

7. Can I cancel my policy?

You may cancel your policy by giving written notice to the insurance company. Upon cancellation, you are entitled to a refund of the premium based on the unexpired period of insurance subject to the minimum premium to be retained by us. No refund premium is allowed if there is a claim under the policy.

8. What do I need to do if there are changes to my contact details?



It is important that you inform us of any change in your contact details to ensure that all correspondences reach you in a timely manner.

9. Where can I get further information?

Should you require additional information about our Product Liability insurance or any other types of insurance product, you can contact us or any of our branches or your insurance intermediary or visit www.allianz.com.my

If you have any enquiries, please contact us at:

Allianz Customer Service Center

Allianz Arena
Ground Floor, Block 2A, Plaza Sentral
Jalan Stesen Sentral 5, Kuala Lumpur Sentral
50470 Kuala Lumpur.
Allianz Contact Center: 1 300 22 5542
Email: customer.service@allianz.com.my
  AllianzMalaysia
 allianz.com.my

IMPORTANT NOTE:

YOU MUST ENSURE THAT YOUR LIABILITY IS INSURED AT THE APPROPRIATE AMOUNT. YOU SHOULD READ AND UNDERSTAND THE INSURANCE POLICY AND DISCUSS WITH THE AGENT OR CONTACT THE INSURANCE COMPANY DIRECTLY FOR MORE INFORMATION.

The information provided in this disclosure sheet is valid as at 01/03/2024.