

Yacht Insurance

Insurance Product Information Document

Company: American International Group UK Limited

Product: PCG Yacht Policy

Registered in the United Kingdom. Authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and Prudential Regulation Authority (FRN number 781109)

You can find complete information on the policy in your policy schedule and in your policy document. These will also tell you the level of cover you have and your benefit limits.

What is this type of insurance?

PCG Yacht Insurance provides protection for yacht owners against risks of physical loss or damage to the yacht.



What is insured?

Property Cover

- ✓ Physical loss or damage to your yacht
- ✓ Loss or damage to the contents of your yacht including fine arts, personal effects, theft of firearms, mopeds and motorbikes, loss or damage to trailers
- ✓ Newly acquired yacht cover (for a 30 day period)
- ✓ Costs to charter a temporary substitute yacht
- ✓ Salvage and towage services (to avoid further loss)
- ✓ Costs of precautionary measures to avoid harm (e.g. moving the yacht to safety)
- ✓ Additional living expenses as a result of damage
- ✓ Costs due to the loss of charter hire (if we have approved charter use)
- ✓ Inspections of damage after grounding
- ✓ Emergency expenses
- ✓ Your yacht is covered during overland transportation, temporary removal and storage, routine maintenance and annual refit

War Risks

- ✓ You are also covered under all sections for war risks as detailed in your policy wording



What is not insured? Continued

- ✗ War between the United States of America, United Kingdom, France, the Union of Soviet Socialist Republics or the People's Republic of China
- ✗ Atomic bombs, nuclear hazards, radioactive contamination, chemical or biological weapons
- ✗ Delay or demurrage, requisition or preemption
- ✗ Arrest, restraint or detainment, capture, seizure, confiscation or expropriation as detailed in your policy wording
- ✗ Cyber-attack (except in certain circumstances as detailed in your policy wording)
- ✗ Fines or punitive damages
- ✗ If you willingly send your yacht to sea in an unseaworthy state
- ✗ Humiliation, harassment, arrest, discrimination, sexual molestation or corporal punishment
- ✗ Towing a vessel or other object (except any tender under 8 metres or to prevent imminent danger to another vessel)
- ✗ Racing related activities as specified in your policy wording (this does not apply to sailing races)
- ✗ Parasailing or kite surfing/boarding, teak surfing or similar activity
- ✗ If an insured person directs, permits, approves of or participates in any dishonest, criminal, wilful, intentional or malicious act or omission
- ✗ Aircraft
- ✗ We shall not cover nor shall we make payment contrary to the applicable sanctions regulations of the USA, UK, EU or UN



What is not insured?

Property Cover

- ✗ Osmosis, corrosion, deterioration
- ✗ Cash, cheques, monetary objects
- ✗ Computer software
- ✗ Loss of use, loss of profit
- ✗ Any item in transit not suitably packed, stowed and secured
- ✗ Cargo vessel transit (unless approved by us in advance)
- ✗ Scratching, marring and/or denting during overland transportation
- ✗ Cover for theft will only be available if there are visible signs of forced entry or exit and reasonable theft protections measures are taken as specified in your policy wording



Are there any restrictions on cover?

- ! We will pay no more than the actual cash value for sails, outboard motors and protective covers over 3 years of age
- ! For newly acquired yachts cover is effective for a maximum of 30 days from the date of purchase, and the deductible for property cover is shown on the schedule
- ! For temporary substitute yachts, unless otherwise agreed in the policy, the maximum coverage limit per day is EUR 1,500.
- ! The temporary substitute yacht must be of similar configuration, and of equal or lesser value and length as your yacht
- ! We will not provide this coverage when your temporary substitute yacht is used for any purpose other than your private pleasure use
- ! We will pay up to the limits shown in the schedule. Please see the policy and its schedule for applicable deductibles
- ! Your vessel must not be used for charter or for any commercial use unless we have specifically agreed this in advance



Where am I covered?

- ✓ Within the navigational limits specified in your policy schedule
- ✓ Where you have war risks coverage, this is subject to the latest Joint War Committee list of areas of enhanced risk (a copy of which is available upon request).



What are my obligations?

- When applying for your policy, you must take reasonable care to answer the questions you are asked honestly and carefully.
- You must maintain your vessel in a seaworthy condition at all times.
- You must take all reasonable steps to avoid or reduce any loss.
- If you make a claim, you must provide prompt notice to us and co-operate with us during our investigation and defence of any claim.
- You must follow the claims procedure set out in the policy.



When and how do I pay?

You must pay your premium in full on or prior to the start date of your policy. Premium is payable via your broker.



When does the cover start and end?

The period of insurance normally covers 365 days. The start and end dates are stated in your policy schedule.

In respect of war risk cover only the policy will also end on one of the following dates:

- Upon and simultaneously with the occurrence of any hostile detonation of any nuclear weapon of war
- Upon and simultaneously with the outbreak of war, whether there be a declaration of war or not between any of the following countries: United States of America, United Kingdom, France, the Union of Soviet Socialist Republics or the People's Republic of China
- If and when the Vessel is requisitioned, either for title or use



How do I cancel the contract?

You can cancel your policy at any time by notifying us in writing, or via your broker, of the future date that the cancellation is to take effect.