

Equipment Breakdown Insurance

THE INTACT INSURANCE ADVANTAGE

At Intact Insurance, we can help your customers get back in business fast with equipment breakdown insurance. Our focused team of equipment breakdown experts are available to assist you finding the right coverage at the right price to meet your clients' unique needs. In the event your customer does experience a breakdown with their equipment, our claims experts will respond quickly by finding substitute or replacement equipment to ensure minimal disruption to your customer's business.

WHY CUSTOMERS SHOULD INVEST IN EQUIPMENT BREAKDOWN INSURANCE

Businesses rely upon electrical, mechanical and electronic equipment. Commercial property policies specifically exclude many key risks associated with such equipment, such as loss due to mechanical breakdown, electrical arcing, and cracking, or rupture of boilers and pressure vessels. Equipment Breakdown Insurance fills the coverage gap.

WHY INTACT INSURANCE EQUIPMENT BREAKDOWN INSURANCE

Intact Insurance's Equipment Breakdown Insurance is a flexible product that can be purchased as a monoline policy, or added to your customer's business insurance package. It provides coverage for sudden and accidental breakdown of mechanical, electrical, electronic or pressure equipment. These breakdowns can be expensive. In addition to damage sustained to the equipment itself, damage to buildings, stock and other contents can be incurred. If a business is forced to temporarily shut down or reduce production as a result of a breakdown, significant loss of income could result.

EQUIPMENT THAT CAN BE COVERED BY THIS PRODUCT INCLUDES

- Boilers, pressure vessels, and hot water tanks
- Air conditioning and refrigerating equipment, compressors, pumps, fans, and similar equipment
- Electrical equipment and transformers
- Production and manufacturing machinery and mechanical equipment
- Electronic equipment, including data processing communications, office equipment including computers, printers, copiers, telephone and communications systems, security systems.



TYPICAL LOSSES

Grocery store refrigeration compressor motor winding burned out causing loss of specialty meats in a walk-in freezer:

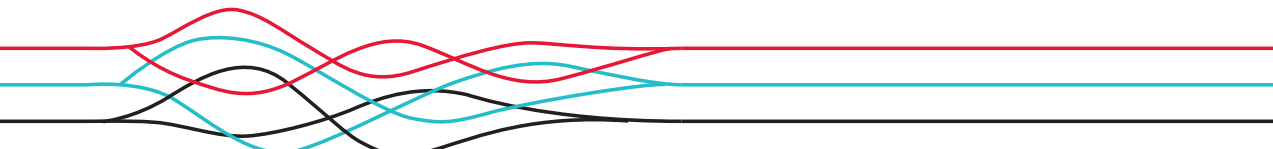
- Compressor repairs: \$9,300
- Consequential damage: \$10,654

Power cable from main transformer to water pumping station panel shorted to ground and damaged switchgear. Emergency generator required:

- Replacement cables and controls: \$67,261
- Extra Expense: \$3,885

Hot water heating boiler in apartment building was completely damaged from overheating. Provided temporary heat and expedited boiler replacement.

- Total costs: \$17,215



TWO INSURANCE COVERAGE OPTIONS AVAILABLE

STANDARD COMPREHENSIVE EQUIPMENT BREAKDOWN COVERAGE

Work with our team of Equipment Breakdown experts to create a package of coverages specific to your customers' unique needs.

Features and Benefits Include

- Broad coverages that can be tailored to any manufacturing, commercial, or industrial risk
- High limits are available (up to \$90 million)
- Multiple location risks
- Coverage for damage to other property in your customer's care
- Covers the owner, or the tenant
- Available as a stand alone Equipment Breakdown policy or can be added to any Intact Insurance business package policy

Coverage Includes

- Water Damage
- Ammonia Contamination
- Expediting Expenses
- Hazardous Substances
- Replacement Cost Option
- Service Interruption
- Professional Fees
- Automatic Coverage for New Locations
- Errors and Omissions
- Brands and Labels
- Data and Media
- Liberalization Clause
- Civil Authority Interruption

Available options

- Business Interruption
- Consequential Loss
- Production Machines
- Bylaws

EQUIPMENT BREAKDOWN RIDER

Enhance your customers' Intact Insurance Edge package by adding Equipment Breakdown Insurance. Our packaged Equipment Breakdown rider options are designed to provide broad Equipment Breakdown coverage in a convenient, cost effective and seamless manner.

Features and Benefits Include

- Combined Limits for building, contents, business interruption up to \$25 million
- Single Deductible and no co-insurance
- Expediting Expenses
- Bylaws
- Service Interruption (power, phone, and heating)
- Spoilage
- Business Interruption (follows selected property form)
- And much more!

Choose from one of our three coverage levels to best meet the unique needs of your customer

Option 1 - Basic coverage: provides a cost effective solution for customers who do not require coverage for air conditioning and refrigeration equipment

Option 2 - Broad coverage: provides broad cover, including air conditioning and refrigeration equipment

Option 3 - Comprehensive coverage: provides additional cover for customers requiring full protection, including air conditioning, refrigeration equipment, and electronic equipment, as well as loss due to spoilage

What's more? Commercial Edge Express customers written through our Accel department qualify for a unique Equipment Breakdown Rider which provides coverage similar to Option 3, but at a significantly reduced price.

OUTSTANDING SERVICE FROM INTACT INSURANCE

- Dedicated Team of Equipment Breakdown Experts
- Engineering advice and Inspection Services available
- 24/7 Claims Service Guarantee
- Rely Network®
- Loss Prevention Services and Advice
- A+ (Superior) Financial Strength
- Stability as Canada's largest home, auto and business insurance company