

COMMERCIAL EQUIPMENT BREAKDOWN INSURANCE

Coverage that protects business value.

3 FACTS

*about Equipment
Breakdown Coverage*

1

It fills the gap of standard property insurance policies.

Many property policies exclude losses arising from mechanical, electrical and pressure systems breakdown. Equipment breakdown coverage addresses these gaps and offers protection against property damage and business interruption, and also includes coverage for a wide range of potential exposures, such as:

- Expediting Expenses
- Spoilage
- Hazardous Material

2

Covers a wide array of property.

Including anything in your business that can breakdown mechanically or electrically. For example, covered property can include:

- A/C Systems
- Compressors and pumps
- Copiers
- Unfired Vessels
- Fired Water Heaters
- Generators
- Production Equipment
- Boilers
- Computers
- Motors

3

Excludes wear and tear.

All machines have a life expectancy. Life expectancy is affected by many factors, including the quality of installation, the level of maintenance, moisture/humidity, vibration, heat and cold, or intensity of use. Wear and tear is the natural deterioration of a machine's ability to perform its intended function. The wear and tear exclusion applies to this coverage.



Loss Example:

A roof-mounted air conditioning system experienced an electrical breakdown from a power surge to the compressor's drive motor.

Property Damage: \$6,500

