

SPECIAL REPLACEMENT CLAUSE (AIR FREIGHT)

In the event of loss of damage to any part or parts of an insured machine caused by a peril covered by the Policy **the sum recoverable shall not exceed the cost of replacement or repair of such part or parts plus charges for forwarding and refitting, if incurred, but excluding duty unless the full duty is included in the amount insured**, in which case loss, if any, sustained by payment of additional duty shall also be recoverable.

In case where part or parts of an insured machine, which have been transported by overseas vessel and land conveyance to the destination named in this policy, are damaged by perils insured against under this policy and substituted therefore are supplied by air, the air freight including incidental charges shall be recoverable under this policy provided that such air transport is made for the sole purpose of preventing or alleviating further damage or for any other purposes which this Company admit to be inevitable.

Provided always that **in no case shall the liability of Underwriters exceed the insured value of the complete machine.**