

GOODS IN THE PRODUCTION PROCESS

The continuous insurance cover provided by this contract is to include as part of transport insurance cover for goods in the production run.

1. Interest

1.1 The insurance shall extend to goods whose transportation and storage are insured under this contract and are processed during the insurance term in what is referred to as a production run to become a saleable final product.

1.2 The production process shall be deemed to be the period in which the goods are located directly in a production facility for the purpose of chemical conversion

2. Extent of Insurance

The insurance shall cover damage and loss due to fire, lightning, explosion, plane crash, vehicle impact, smoke, sonic bang, elementary events such as earthquake, flooding, storm, hail as well as water damage including sprinkler leakage, burglary, civil commotion, strike, lockout, riot and malicious damage.

3. Excluded loss or damage

This cover excludes any damage or loss

- **due to incorrect or faulty formulas, operation, control, inadequate maintenance of the production facilities unless such damage has been caused by an insured event.**
- **due to the insured goods undergoing chemical conversion processes.**
- **due to malfunctioning of the production facilities and the associated processing damage unless the malfunctioning is due to the external effect of an insured event.**