


Significant Coverages

Clause	Proposed Coverage
<p>Insuring Clause</p>	<p>Policy should insure the Company' s property against direct physical loss or physical damage by following perils:</p> <ol style="list-style-type: none"> 1. Act of Terrorism; 2. Sabotage; 3. Riots, Strikes and/or Civil Commotion; 4. Malicious Damage; 5. Insurrection, Revolution or Rebellion; 6. Mutiny and/or Coup d' Etat; 7. Civil War. <p>Policy should extend to cover business interruption due to above covering profit and standing & financial charges.</p>

Definitions

<p>Terrorism</p>	<p>Terrorism definition should cover an act or series of acts, including the use of force or violence, of any person or group(s) of persons, whether acting alone or on behalf of or in connection with any organization (s), committed for political, religious or ideological purposes including the intention to influence any government and/or to put the public in fear for such purposes.</p>
<p>Sabotage</p>	<p>Sabotage definition should cover an act or series of such acts committed for political, religious or ideological purposes including the intention to influence any government and/or to put the public in fear for such purposes.</p>
<p>Riots and/or Strikes and/or Civil Commotions</p>	<p>"Riots and/or Strikes and/or Civil Commotions" definition should include to cover but not be limited to loss directly caused by:</p> <ol style="list-style-type: none"> (a) any act committed in the course of a disturbance of the public peace by any person taking part together with others in such disturbance; or (b) any willful act of any striker or locked-out worker done in furtherance of a strike or in resistance to a lock-out whether or not such act is committed in the course of a disturbance of the public peace; or c) Any act of any lawfully constituted Authority for the purpose of suppressing or minimizing the consequences of any existing disturbance of the public peace, or for the purpose of preventing any such act as is referred to in (b) above or minimizing the consequences thereof;
<p>Malicious Damage</p>	<p>Malicious Damage definition should cover all physical loss or damage resulting directly from a malicious act caused by anyone whether or not the aforesaid act is committed during a disturbance of the public peace.</p>




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Insurrection, Revolution and Rebellion	<p>Insurrection should cover an uprising of citizens in resistance to their government or other authority.</p> <p>Revolution should cover the overthrow or repudiation of a regime or political system by its citizens.</p> <p>Rebellion should cover a deliberate, organized and open resistance, by force and arms, to the laws or operations of a government, committed by its citizens.</p>
Mutiny and/or Coup d'Etat	<p>Mutiny should cover willful resistance by members of legally constituted, armed or peacekeeping forces to a superior officer.</p> <p>Coup d'Etat should cover a sudden change in government other than by democratic means brought about by the use or threat of violence or any attempt at such change.</p>
Civil War	<p>Civil War should cover a hostile conflict or War between opposing citizens of the same nation or state.</p>

Conditions / Clauses

Occurrence	<p>Duration and extent of any one "Occurrence" shall be limited to all losses sustained by the Insured to the property insured during any period of 72 consecutive hours arising out of the same purpose or cause, except for Civil war for which consecutive 30 days period should apply for a single event.</p>
Changes in Values and Automatic Additions	<p>Change in values and automatic additions in sum insured should be a minimum of 15% to the declared sum insured values.</p>
Debris Removal	<p>The policy should extend to cover debris removal.</p>
Experts Fees	<p>The Policy should extend to cover the necessary and reasonable fees of architects, surveyors, consulting engineers and other professional experts which are incurred in reinstating or repairing the insured property following damage insured under this Policy.</p>
Loss Control	<p>Wording should provide coverage for the damage to insured property directly caused by the actions of the government of the state or its Military Authority in suppressing, controlling or minimizing the consequences of an Insured Event.</p>
Public Authorities / Increased Cost Of Construction	<p>Wording should cover to include Loss or damage or increased cost directly or indirectly occasioned by any public or civil authority's enforcement of any ordinance, law, order decree or regulation concerning the reconstruction, repair or demolition of any property insured</p>




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Claim Settlement	Settlement of any valid claim should be made within sixty (60) days after the conclusion of Underwriters' investigation(s) necessary for the assessment of the extent of their liability.
Incorrect Declaration Penalty	Wording to provide indemnity for incorrect declaration penalty for 15% of the values declared.
Non Cancellation	The Policy should be non-cancellable by the Underwriters or the Insured except in the event of non-payment of the premium by the Insured where the Underwriters may cancel the Policy at their discretion in accordance with the terms of the Premium Payment clause herein.
Notification Of Claims	The Insured shall provide written notice of any Occurrence likely to give rise to a claim within thirty (30) days after the Insured's corporate risk management department first becomes aware of such Occurrence.
Proof of Loss	The Insured should be provided 60 days after occurrence to render a signed and sworn proof of loss (unless such period shall be extended with the written agreement of Underwriters) with minimum of 2 years of the expiry date of policy for proof of loss receipt by the Underwriters.
Basis of Settlement of Claim	In the event of damage, settlement should be based upon the cost of repairing, replacing or reinstating (whichever is the least) property on the same site, or nearest available site (whichever incurs the least cost) with material of like kind and quality without deduction for depreciation.

LOSSES EXCLUDED

- 1- Loss or damage arising from nuclear detonation, nuclear reaction, nuclear radiation or radioactive contamination.
- 2- Loss or damage caused by seizure or legal or illegal occupation Event unless physical loss or damage is caused directly by an Insured.
- 3- Loss or damage caused by confiscation, nationalization, requisition, detention, embargo, quarantine, or any result of any order of public or government authority which deprives the Insured of the use or value of its property, nor for loss or damage arising from acts of contraband or illegal transportation or illegal trade.
- 4- Loss or damage directly or indirectly arising from or in consequence of the discharge of pollutants or contaminants, which pollutants and contaminants shall include but not be limited to any solid, liquid, gaseous or thermal irritant, contaminant or toxic or hazardous substance or any substance the




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presence, existence or release of which endangers or threatens to endanger the health, safety or welfare of persons or the environment.

- 5- Loss or damage caused by chemical or biological release or exposure of any kind.
- 6- Loss or damage caused by attacks by electronic means including computer hacking or the introduction of any form of computer virus or corrupting or unauthorized instructions or code or the use of any electromagnetic weapon.
- 7- Any consequential loss or damage caused by any other ensuing cause, except where such ensuing cause is solely and directly caused by an Insured Event or where any business interruption coverage is provided by an extension to this Policy.
- 8- Loss of use, delay or loss of markets, however caused or arising, and despite any preceding loss insured hereunder.
- 9- Loss or damage caused by cessation, fluctuation or variation in, or insufficiency of, water, gas or electricity supplies and telecommunications of any type or service not on the Insured's premises.
- 10- Loss or increased cost as a result of threat or hoax.
- 11- Loss or damage caused by or arising out of burglary, house-breaking, theft or larceny or caused by any person taking part therein. However, this exclusion shall not apply to physical loss or damage to insured property caused by looting which results directly from an Insured Event.
- 12- Third party liability.

PROPERTY EXCLUDED

- 1- Land or land values.
- 2- Power transmission and feeder lines not on the Insured's premises.
- 3- Aircraft or other aerial devices and watercraft.
- 4- Any land conveyance, including vehicles, locomotives or rolling stock not on the Insured's premises.
- 5- Animals, plants and living things of all types.
- 6- Exported property after such property is loaded on board an aircraft or watercraft for shipment or after aviation or marine insurance attaches, whichever occurs first; nor imported property prior to its discharge from an aircraft or watercraft or until the aviation or marine insurance terminates, whichever occurs last.



PARCO PEARL GAS (PRIVATE) LIMITED

PARCO Pearl Gas (Pvt) Limited
Statement for sum insured values, deductibles and loss limit options

<u>Description</u>	<u>Sum Insured</u> <u>Amount in US\$ Million</u>
<u>Assets</u>	
• Plants	15.34
• Gas Centers	0.54
• Operating Office	0.76
• Hospitalities	0.14
• Islamabad Sales office	0.02
• Bulk Customers Sites	2.22

• Total	19.02
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Business Interruption

• Business Interruption Indemnity Period 24 Months	20.15
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Deductibles

Property Damage US\$ 100 thousand for Plant
 Property Damage US\$ 25 thousand for Gas Centers and Bulk Sites
 Business Interruption 14 days waiting period

Policy coverage & Maximum Loss Limit

Policy Coverage	Political Violence Insurance wording (including Civil War but without War)
Maximum Loss Limit *	US\$ 39.17 Million

*each occurrence and in the annual aggregate