

FISH IN PONDS (EMBANKMENTS) **INSURANCE SCHEME**

APPLICABILITY

This policy shall cover fish in ponds, bunds and other allied items like sluice gates (Inlets-outlets) etc.

PERILS COVERED

1. Fire
2. Flood, Cyclone, inundation, typhoon, tempest, tornado and hurricane.
3. Lightning
4. Explosion/Implosion caused by Centrifugal forces.
5. Impact by any Rail/Road Vehicle or animal.
6. Aircraft, and other aerial and/or space devices and/or articles dropped there from, excluding destruction or damage occasioned by pressure waves caused by such devices.
7. Riot, Strike, Malicious and Terrorist Damage as per clause printed herein.
8. Earthquake, volcanic eruptions and other convulsions of nature.

PREMIUM

1% per annum (Gross).

EXCLUSIONS

This insurance does not cover:

- (a) Loss by theft or after the occurrence of any insured peril except as provided for in RSMTD Clause.
- (b) Loss or damage to property occasioned by weakness in strength i.e. without operation of insured peril, consolidation of soil and natural erosion.
- (c) Loss or damage occasioned by or through or in consequence of
 - (i) destruction of property by order of any public authority;
 - (ii) subterranean fire.
- (d) Loss or damage directly or indirectly caused by or arising from or in consequence of or contributed to by nuclear weapons or material.
- (e) Loss or damage directly or indirectly caused by or arising from or in consequence of or contributed to by ionizing rations or contaminations by radioactivity from any nuclear fuel or from and nuclear waste from the combustion of nuclear fuel. For the purpose of this exclusion, only combustion shall include and self sustaining process of nuclear fission.

- (f) Any loss or damage occasioned by or in consequence directly or indirectly of any of the following occurrence, namely:-
- (i) war, invasion, act of foreign enemy, hostilities or warlike operations (whether war be declared or not) and civil war.
 - (ii) Mutiny, Civil commotion assuming the proportions of or amounting to a popular rising, military rising, insurrection, rebellion, revolution, military or usurped power, martial law in state of siege of any of the events or causes which determines the proclamation or maintenance of martial law or state of siege.
 - (iii) Burning, whether accidental or otherwise, Forest, bush and jungles and the clearing of lands by fire.
 - (iv) Natural erosion and consolidation of bunds.
 - (v) Erosion due to normal wave action of water in the bond.

EXCESS

10% of claim amount of Rs.50,000/- whichever is less shall be applicable for each and every claim.

AGENCY COMMISSION

It shall be 15%.

UNDERWRITING AUTHORITY

Considering the nature of perils being covered under this policy and expertise available with Regional Offices to handle such risks, we have decided to authorize regional offices to underwrite Bund Insurance proposals upto Rs.3.00 crores (Three crores) per client per site. To clarify it further, cumulative value at risk at a particular client on different dates, shall be clubbed together to decide the underwriting authority. In other words, as soon as value at risk proposed by a client at particular site at a given point of time exceeds Rs.3 crore, approval of Head Office shall be sought by R.O.s before any commitment to the clients.

In view of substantial risk acceptance limits given to Regional Offices, though it is understood that R.O.s will exercise utmost diligence and prudence in underwriting this business, still we give below a brief summary of important underwriting guidelines and criterion to be complied with before acceptance of Bunds Insurance proposals.

- I. Embankments/Bunds and allied items if any abandoned farm shall not be considered for insurance. Crop holiday period of between two crops may however not be construed as abandonment of the farm. Still such cover

may preferably be extended when ponds are operational at the time of making proposal by the clients.

- II. Proposal form, Sketch Map of the farm showing details of bunds, feeder canals, sluice inlets and outlets etc. have to be necessarily obtained.
- III. Fresh bunds may be covered in special cases only where their strength is proved beyond any doubt. Normally, at least one-year old bunds with one crop/monsoon period over shall be considered for insurance.
- IV. Inspection of the risk by Company's Engineer/Civil Engineer (preferably LIC panel Engineer or Licensed Municipal Engineer) or surveyor having such qualifications shall be a pre-requisite for considering any proposal. Report must include among others, total quantity of earthwork done, cost involvement, dimensions of various bunds, details of sluices, inlets and outlets, strength and type of bunds i.e. Mechanical or manual etc. to facilitate assessment of risk.
- V. Minimum acceptable dimensions of Bunds shall be as under: -

	<i>Peripheral Bunds</i>	<i>Internal Bund</i>
Height (from ground level)	10 feet	8 feet
Top width	10 feet	6 feet
Bottom width	20 feet	10 feet

- VI. If possible, ask for certificate and registration from MPEDA and project completion certificate from concerned authorities.
- VII. This policy shall not cover approach roads, any other civil work constructed by client, electrical installations and other buildings constructed for various purposes.
- VIII. Even if crop is not being insured, we must obtain culture particulars.

Above list of u/w guidelines is not exhaustive and R.O.s may use their own prudence and follow a very pragmatic approach while granting Bunds Insurance cover.