

THE EIS SAILPLAN POLICY

SECTION 1

This policy is an agreed value contract of indemnity so that in the event of total loss to your Vessel or other property we will pay to you the amount shown in your Schedule.

A INTRODUCTION

Here is your Plain Language Insurance Policy and Schedule. The Policy is a legally binding contract between us, Munich Re Syndicate Ltd at Lloyd's, through Groves John & Westrup Limited and You, the Insured.

Groves John & Westrup Limited's address is Silkhouse Court, Tithebarn Street, Liverpool, telephone number 0151 473 8000, facsimile number 0870 051 7968. All correspondence about this Policy should in the first case be addressed to Euromarine Insurance Services Limited (EIS) whose address is:

**Euromarine House
18 St Peters Park Road
Broadstairs
Kent
England. CT10 2BL**

The contract is based upon the information you provide to us. If you have proposed for insurance orally we will provide to you written details of that information. If the information contains any material untruth you should inform us immediately since if you do not do so the validity of the Policy may be affected.

Please read the documents carefully. We are obliged to give you certain information before you make your decision to buy the Policy or alternatively to give you a "cooling off" period of 14 days from the time you received this Policy. If the Policy and Schedule do not provide you with the protection you want and you do want to continue with the insurance you may cancel the Policy within this period and we will return part of the premium retaining a proportionate part of the premium for that period which we have been on risk providing no claims have been made.

You are responsible to EIS for the payment of the premium.
Groves John and Westrup Limited are authorised and regulated by the Financial Conduct Authority-
Firm reference number 310496

B COMPLAINTS

If for any reason you are dissatisfied with our service or if you have any questions over the handling of your claim you may state your complaint in writing, make the letter "For the attention of the Chief Executive Officer". We aim to resolve your complaint within 5 working days but if we are unable to do so we will acknowledge receipt of your complaint within that period. We will attempt to provide you with our decision within two weeks. If we do not do so or if the complaint cannot be resolved amicably you have the right to refer your complaint to the Policyholder and Market Assistance team at Lloyd's. Their address is:

Policyholder and Market Assistance
Market Services
Lloyd's
One Lime Street
London
EC3M 7HA

Details of Lloyd's complaints procedures are set out in a leaflet "Your Complaint- How We Can Help" available at www.lloyds.com/complaints and are also available from the above address. If you remain dissatisfied after Lloyd's has considered your complaint, you may have the right to refer your complaint to the Financial Ombudsman Service. This is in addition to any other action you may subsequently wish to take including legal action. An application to the Financial Services Ombudsman must be made within six months of being notified of our final decision about your complaint.

C LAW APPLICABLE TO THE CONTRACT

The law applicable to this insurance contract is subject to agreement between the parties. Unless a special endorsement to the contrary has been requested by you and agreed by us, the law applying to this insurance contract will be as follows:

- (i) if you are applying for insurance protection as a private individual, the law applicable to that part of the United Kingdom, Channel Islands or Isle of Man in which you or the first named Policyholder normally resides; or
- (ii) if you are applying for insurance protection in your capacity as a sole trader or as a company the law applicable to that part of the United Kingdom, Channel Islands or Isle of Man which you have your principle place of business; or
- (iii) if the above does not apply, the law of England and Wales.

D PAYMENT OF PREMIUM BY INSTALMENTS

Reference to the payment of premium includes payment by instalments. If you pay by this method the Policy remains an annual contract and the date of payment and the amount of the instalments are governed by the terms of the credit agreement. If an instalment is not received by the due date then subject to the Consumer Credit Act 1974 you will be given written notice, giving 10 days in which to remedy the default prior to your Policy being cancelled from the day when the instalment is due and the credit agreement being cancelled. If you pay the premium by instalment and you suffer a total loss or constructive total loss then we shall be entitled to deduct the payment of premium from any payment we make to you in respect of the total loss or constructive total loss.

E DATA PROTECTION ACT 1998

Please read this notice as it explains the purposes for which we or Munich Re Syndicate Ltd will use personal data and sensitive personal data which we hold. You should show this notice to anyone who has an interest in the Policy. To enable us to provide a fast and efficient service to our clients we operate a database of all information relating to your Policy including information provided to us, information contained within the Schedule of Insurance, Policy periods and renewal dates, together with any correspondence that we might exchange. Under the Data Protection Act 1998 we need to obtain your consent to holding the information on our system. If we should need to store any additional information we will of course approach you first to obtain your permission. This information is used for underwriting purposes and in the unfortunate event of a claim.

YOUR PERSONAL DATA

For mutual security calls may be recorded and may be monitored for training purposes and to prevent and detect fraud. For the purposes of the Data Protection Act 1998 the Data Controllers in relation to the personal data you supply is Groves John and Westrup Limited.

INSURANCE ADMINISTRATION, RENEWAL AND CLAIMS HANDLING

Information you supply may be used for the purpose of insurance administration, renewal and claims handling by us, Munich Re Syndicate Ltd, its agents, reinsurers and your intermediary. In assessing any claims made, we may undertake checks against publicly available information such as Electoral Register, County Court Judgements, bankruptcy or repossession information. Information may also be shared with other insurers either directly or via those acting for us such as loss adjusters or investigators.

CLAIMS AND UNDERWRITING EXCHANGE REGISTERS

When we deal with your request for insurance we may search these registers and any other relevant registers. Under the conditions of your policy, you must tell us about any incident (such as an accident or theft) which may give rise to a claim. When you tell us about an incident, we may pass this information to the registers and any other relevant registers. You can ask us for more information about this.

YOUR ELECTRONIC INFORMATION

If you contact us electronically, we may collect your electronic identifier, e.g Internet Protocol (IP) address or telephone number supplied by your service provider. This information may be used by us to aid in the detection of fraud.

SENSITIVE PERSONAL DATA

In order to assess the terms of the insurance contract or administer claims, we will need to collect personal data which the Data Protection Act 1998 defines as sensitive, such as medical history or criminal convictions and we may need to transfer this data overseas. By proceeding with this contract, you will signify your explicit consent to such information being processed by us.

CREDIT SEARCHES AND USE OF THIRD PARTY INFORMATION

In assessing your application/renewal, to prevent fraud, check your identity and to maintain our policy records, we or any credit provider may:

Search files made available to them by any credit reference agencies who may keep a record of that search. We or any credit provider may also pass to credit reference agencies information we or they hold about you and your payment record. The information will be used by other credit providers for making credit decisions about you and the people with whom you are financially associated for fraud prevention, money laundering prevention and for tracing debtors. We or any credit provider may ask credit reference agencies to provide a credit scoring computation. Credit scoring uses a number of factors to work out risks involved in any application. A score is given to each factor and a total score obtained. Where automatic credit scoring computations are used by us or any credit provider, acceptance or rejection of your application/renewal will not depend only on the results of the credit scoring process.

OVERSEAS TRANSFER OF DATA

We and the other companies processing your data for the purposes mentioned above may from time to time need to undertake some of the processing in countries outside of the European Economic Area which may not have laws to protect your personal data, but in all cases we will ensure that it is kept securely and only used for the purposes for which you provided it. Details of the companies and countries involved can be provided on request.

FRAUD PREVENTION

In order to prevent and detect fraud we may at any time: Share information about you with other organisations including the Police; Undertake credit searches; Check and/or share your details with fraud prevention and detection agencies. If false or inaccurate information is provided and fraud is identified, details will be passed to fraud prevention agencies. Law enforcement agencies may access and use this information. We, or other organisations may also access and use this information to prevent fraud and money laundering, for example when:

- Checking details on applications for credit and credit related or other facilities;
- Managing credit and credit related accounts or facilities;
- Recovering debt;
- Tracing beneficiaries;
- Checking details on proposal and claims for all types of insurance.

Please contact us on the number shown on your policy documentation if you want to receive details of the relevant fraud prevention agencies. We or other organisations may access and use from other countries the information recorded by fraud prevention agencies.

MARKETING AND MARKET RESEARCH

Groves John and Westrup Limited and its agents and its suppliers may use your information to keep you informed by post, telephone, e-mail or other means of products and services which may be of interest to you. They may also contact you to conduct market research. Your information may also be used for the above purposes after your policy has lapsed. If you do not wish your information to be used for these purposes please write to the Data Protection Officer at the address stated in Section 1.A

YOUR RIGHTS

You are entitled to request a copy of the information we hold about you for which we may charge a small fee. If you have any questions or you would like to find out more about this notice please write to the Data Protection Officer at the address stated in Section 1.A.

For more information on the Data Protection Act you may also write to the Office of the Information Commissioner at Wycliffe House, Water Lane, Wilmslow, Cheshire, SK9 5AF. Telephone: 08456 306060 or 01625 545745, e-mail mail@ico.gsi.gov.uk.

Under this legislation we are only able to discuss your insurance with you unless we and you have specifically agreed to the contrary.

You should show this notice to anyone who has an insured interest under this Policy.

DEFINITIONS

Agreed Value	The sum insured of the Vessel or any other item individually described on the Schedule and which has been agreed between you and us. The Agreed value shall be either the price paid for the Vessel or other item individually described on the Schedule, or a written valuation by an independent surveyor whose valuation has been agreed by us in writing
Anti Theft Device	A device specifically marketed and sold as a secure method of preventing theft or such other device as may be approved by us in writing.
Boat	Any type of small craft which forms part of the Vessel's equipment and is used for the operation of the Vessel and is permanently marked with the name of the Vessel. Any reference by us to the "Vessel" in the Policy includes the vessel's boat(s) unless the context requires otherwise. A life raft, jet ski or vessel of a similar nature is not a boat.
Brest to Elbe	Includes the inland waterways of Europe not south of 46 degrees north and not east of 10 degrees east.
Coastal Waters	This is the area of water within 12 miles of the high water point on the coastland or 3 miles if a personal watercraft.
Condition Precedent	A condition or term of the Policy with which you must comply if we are to be liable to you or an Insured Person for any claim. If you fail to comply your claim will not be recoverable. If you give us prior notice in writing that you wish to alter or delete a Condition Precedent or Limitation we may, in our discretion, and upon payment of any additional premium required, agree in writing to such alteration or deletion.
Cruising Range	The geographical area specified on the Schedule.
Excess	The amount noted on the Schedule which will be deducted from your claim in respect of each event. If a claim is made for more than one separately insured item only the highest applicable excess will apply.
Houseboat	You will use your Vessel as a houseboat if anyone (other than a trespasser) occupies the Vessel as living accommodation, whether or not for the purpose of maintenance or security of the Vessel during the lay up period.
Immediate family	Spouse, daughter, son, father and mother.
In Commission Period	The period when the Vessel is not required to be laid up and may be used in navigation.
Ireland	Means Northern & Southern Ireland.

Formatted: No Spacing, Left, Line spacing: single

Laid Up Period	<p>The period (if any) noted on the Schedule when the Vessel must not be used for any purpose except for the carrying out of minor maintenance and repairs and must be laid up at the place named in your proposal or any other place agreed by us in writing. The Vessel must not be used as a Houseboat during the laid up period nor undergo major repair or refit unless we give permission in writing and issue an Endorsement to that effect.</p> <p>Whilst laid up the Vessel must not have any consumable stores on board and all portable items, including personal property and portable navigation equipment, must be stored ashore.</p>
Latent Defect	<p>A defect which is not discoverable by the exercise of reasonable care or by an inspection that you undertake or which a person in your position would undertake.</p>
Machinery	<p>Includes main and auxiliary engines, electrical and electronic equipment, cables and fittings and hydraulic equipment, piping and fittings, boilers, and shafts.</p>
Navigation Equipment	<p>Electronic equipment which either forms part of the integral fittings of the Vessel, or portable items of electronic equipment belonging to you and which have been purchased separately and used on board the Vessel whilst in commission up to a sum not exceeding £500 any one item unless such other sum is agreed by us and noted on the Schedule.</p>
Period of Insurance	<p>The period shown on your Schedule and any further period agreed by us in writing, each such period being a Period of Insurance.</p>
Personal Effects	<p>Your personal possessions and those of your Immediate Family which are used on board the Vessel whilst In Commission, but which would not normally be sold with the Vessel, and for which a Sum Insured is specified on the Schedule and includes weather clothing, life jackets, safety equipment, wet suits and water skis up to a sum not exceeding £250 any one item unless specifically agreed by us and noted on the Schedule.</p>
Skipper	<p>You or any person nominated by you to be in control of the Vessel whilst under way and who has suitable experience to handle the Vessel.</p>
Special Endorsement	<p>An alteration in writing to the terms of the Policy.</p>
United Kingdom	<p>England, Scotland, Wales, Isle of Man, Northern Ireland and the Channel Islands.</p>
Vessel	<p>Vessel or Vessels specified on the Schedule, including machinery, gear and equipment, sails, mast and spars and rigging such as would normally be sold with the Vessel if it changed hands. The term Vessel does not include:</p>

1. consumables such as food, lubricants, fuel, paint etc;
2. the trailer for the Vessel or for its Boat(s);
3. the personal property of any person;
4. diving, fishing or sporting equipment;
5. moorings not carried on board;
6. nets;
7. fishing gear, aqua lungs, gas bottles and compressors or any other form of diving equipment;
8. personal water craft unless Endorsement Q has been noted and agreed on the Schedule.

War, Civil Disturbance and Terrorism

Means:

1. international war; any act of hostility by a nation or state against another.
2. civil war, revolution, rebellion or insurrection.
3. any person acting from a political motive or any other motive with a view to influencing HM Government or any government of a country where the Vessel may be at the time of any loss or damage occurring.
4. the detonation of any derelict mine, torpedo, bomb or any other derelict weapon of war.
5. labour disturbances.
6. acts of terrorists.
7. acts of persons in furtherance of a political motive. acts of terrorists;

Wheel Clamp

A device specifically marketed and sold as a secure method of preventing wheels turning or such other device as may be agreed by us in writing.

Wilful Misconduct

Includes but is not limited to conduct when under the influence of alcohol or prohibited drugs.

SECTION 2

LOSS OF OR DAMAGE TO THE VESSEL

- 1. Cover** Subject to the Conditions Precedent and other terms of the Policy we will cover you in respect of physical loss of or damage to the Vessel caused by:
- 1.1 accident;
 - 1.2 latent defect in the Vessel;
 - 1.3 theft of the entire Vessel;
 - 1.4 theft of any part of the Vessel provided that at the time of the theft the part is either:
 - 1.4.1 securely fastened to the Vessel and in the case of an outboard motor locked on by an anti-theft device in addition to its normal method of attachment; or
 - 1.4.2 inside a locked compartment onboard the Vessel or in a locked building ashore and there is evidence of forcible and violent entry to or exit from such building;
 - 1.5 Malicious acts of third parties.
- 2. Exclusions** This Policy does not cover physical loss of or damage:
- 2.1 To the Vessel caused by:
 - 2.1.1 Theft;
 - (a) Of a Vessel of less than 30ft in length is left unattended at any time on a trailer unless an Anti-Theft Device protects the trailer;
 - (b) By Fraud.
 - 2.1.2 Wear, tear or depreciation;
 - 2.1.3 Insects, marina borers, barnacles or marine growth;
 - 2.1.4 Corrosion, rust, mildew, dampness or weathering;
 - 2.1.5 Electrolysis;
 - 2.1.6 Civil, criminal or administrative proceedings, action by customs officers or executive actions of a government or government department unless arising out of an event which is covered by this Policy;

- 2.1.7 War, Civil Disturbance and Terrorism.
- 2.2 To the Vessel's Machinery unless caused by:
 - 2.2.1 The Vessel being immersed by heavy weather; or
 - 2.2.2 The stranding or sinking of the Vessel or the Vessel being on fire; or
 - 2.2.3 Impact between the Vessel and any substance including ice (but not water); or
 - 2.2.4 Freezing, providing that the Machinery has been maintained in accordance with the manufacturer's recommendations by a competent mechanic and the Machinery has been protected by an appropriate anti-freeze mixture and inserted in accordance with the manufacturer's specification; or
 - 2.2.5 Overheating of engine(s) caused by destruction to the cooling system consequent upon ingestion of an external substance:
 - 2.2.6 lightning.
- Outboard Motors 2.3 To outboard motors:
 - 2.3.1 by theft unless:
 - (a) there is evidence of forcible and violent entry to or exit from the Vessel or place of storage;
 - (b) the outboard motor is attached to the Vessel by an Anti Theft Device in addition to its normal method of attachment:
 - 2.3.2 caused by dropping off overboard unless secured by a chain or strap in addition to the normal or usual method of attachment.
- Transit 2.4 To Vessels:
 - 2.4.1 with an overall length of more than 30 feet, from any cause while being transported by land, sea or air unless we have agreed in writing;
 - 2.4.2 of any length, caused by scratching, bruising or denting during:
 - (a) the preparation for transportation by land, sea or air; or
 - (b) while being so transported.

3. Claims - Basis of settlement

We will pay the Agreed Value of the Vessel or its Boat(s) or outboard motor(s) as noted on the Schedule if:

- | | | |
|-------------------------|-------|--|
| Total loss | 3.1 | The Vessel or its Boat(s) or outboard motor(s) is totally lost or destroyed; |
| Constructive total loss | 3.2 | The cost of recovering and/or repairing the Vessel or its Boat(s) or outboard motor(s) will exceed the Agreed Value noted on the Schedule; |
| | 3.3 | You have been deprived of the free use and disposal of the Vessel or its Boat(s) or outboard motor(s) as appropriate for a period of 12 consecutive months commencing during the Period of Insurance except in the case of theft when the period will be a reasonable period depending upon the facts of each individual case. |
| Partial loss | 3.4 | For partial loss we will pay either: |
| | 3.4.1 | where repairs are undertaken the cost of recovering the Vessel or its Boat(s) or outboard motor(s) and the reasonable cost of effecting repairs; or |
| | 3.4.2 | where repairs are not undertaken by the end of the Period of Insurance or such later time as we agree in writing the reasonable cost of recovering the Vessel or its Boat(s) or outboard motor(s) and the agreed diminution in value by reason of the unrepaired damage up to the reasonable cost of effecting repairs; |
- less the Excess up to but not exceeding the Agreed Value noted on the Schedule.

4 Exclusions to amount payable

- 4.1 We will not pay the cost and expense of rectifying or repairing:

- 4.1.1 a fault in design or construction; or
 - 4.1.2 any part (including the whole or any part of the hull) which is subject to a fault in design or construction or to a latent defect; or
 - 4.1.3 defective workmanship carried out or materials provided by an independent contractor employed to carry out maintenance, repairs or alterations to the Vessel at any time.
- 4.2 We will be entitled to deduct at our sole discretion:
- 4.2.1 up to one third of the replacement cost of used sails, running rigging, protective covers, canopies, masts, spars and standing rigging, outboard motors and electrical or navigation equipment;
 - 4.2.2 a reasonable amount from the cost of repairs or replacements to take account of any betterment or increase in value to the Vessel arising out of repairs or replacement.

5 Additional sums payable

We will also pay the following:

- 5.1 expenses incurred for the purpose of averting or minimising loss or damage to the Vessel provided in each case the expense;
 - 5.1.1 is both reasonably incurred and reasonable in amount; and
 - 5.1.2 results from an event (or the possibility of an event) for which there is or would be cover under this Policy.

5.2 The costs of removal of any wreck of the Vessel from any place owned, leased or occupied by you.

5.3 The reasonable costs of inspecting the bottom of the Vessel after grounding even if no damage is found.

The amounts payable under this part of this Section will be subject to the Excess and the total amount recoverable under this section and arising out of any one event is limited to the Agreed Value of the Vessel.

6 Option

We may at our option either supply a replacement for any Vessel, Boat or outboard motor or part of a Vessel lost or destroyed, pay the cost of repairs, or make a cash payment based on the cost of an equivalent replacement.

SECTION 3

Liabilities

A Cover for liability to third parties

Cover 1. Subject to the Conditions Precedent and the other terms of the Policy we shall cover you and any Skipper in respect of legal liability to another person arising out of interest in or use of the Vessel (including wreck removal and damage caused by oil pollution).

B Exclusion to cover for liability of third parties

Persons not covered 1. This Policy does not cover the liability of the following persons:

1.1 any person employed under a contract in connection with the Vessel other than captain or crew employed by you;

1.2 any person whilst engaged in any sport which involves being towed by the Vessel unless Special Endorsement B1 and/or B2 has been agreed and noted on the Schedule and then only in respect of those items agreed in the Endorsement referred to on the Schedule;

- 1.3 any person whilst engaged in snorkelling, aqualung diving or other underwater sport including whilst disembarking or boarding unless caused by either:
 - (a) the negligent navigation of the Vessel; or
 - (b) the negligent use of equipment on board the vessel for disembarking or boarding;
- 1.4 any person operating or employed by the operator of a shipyard, repair yard, slipway, yacht club, marina, sales agency or similar organisation;
- 1.5 any person operating or employed by the operator of a railway or ferry.

C Exclusions to cover for liability to third parties

Liability not covered

- 1. This policy does not cover liability to the following persons:
 - 1.1 any person operating or employed by the operator of a railway or ferry.
 - 1.2 any person while engaged in any sport which involves being towed by the Vessel unless Special Endorsement B1 and/or B2 has been agreed and noted on the Schedule;
 - 1.3 any person while engaged in snorkeling, aqualung diving or other underwater sport from the Vessel including whilst disembarking or boarding unless caused by either
 - (a) the negligent navigation of the Vessel; or
 - (b) the negligent use of equipment on board the Vessel used for disembarking or boarding
 - 1.4 any person operating or employed by the operator of a shipyard, repair yard, slipway, yacht club, marina, sales agency or similar organisation;
 - 1.5 any person employed under a contract with the Vessel.

Wilful misconduct

2. We shall not cover liability caused or contributed to by recklessness or wilful misconduct on your part or that of any Skipper.

Trailers

3. We shall not cover liability to third parties:
 - 3.1 caused or contributed to by the trailer becoming detached from the towing vehicle provided such towing vehicle is subject to road traffic legislation;
 - 3.2 as a result of an accident occurring on a highway or public or private place whilst the trailer is attached to the towing vehicle.

Contractual Liability

4. We shall not cover liability arising out of contract unless agreed by us in writing.

D Amount payable in respect of third party liability

We shall pay the following:

- 1.1 the amount for which you or any Skipper is held legally liable to pay a third party, up to the Sum Insured noted on the Schedule in respect of any one event; and
- 1.2 the costs of you or any Skipper in defending any claim brought against you or any Skipper provided such costs are incurred with our prior written consent; and
- 1.3 your costs or those of any Skipper at any inquest, inquiry or similar proceeding, provided that such costs are incurred with our prior oral or written consent.
- 1.4 In the event that we indemnify more than one person our total aggregate liability will not exceed the Sum Insured noted on the Schedule.

Exclusions to amount payable

Fines

We shall not pay fines or punitive damages.

SECTION 4

Trailer

A Cover for Trailer

1. Provided that a Sum Insured for a Trailer is noted on the Schedule and subject to the Conditions Precedent and other terms of the Policy we shall cover you in respect of physical loss of or damage to the Trailer(s) caused by:
 - 1.1 theft;
 - 1.2 fire, explosion or lightening;
 - 1.3 collision or accident whilst in use.

B Exclusions to cover for the Trailer

1. This Policy does not cover physical loss of or damage to the Trailer(s) caused by:
 - 1.1 theft during preparation for or in the course of towage unless the Trailer(s) is securely locked to the road vehicle and the road vehicle is occupied; or
 - 1.2 theft otherwise than during the preparation for or in the course of towage unless the Trailer(s) is secured by a wheel clamp or is in a locked building.

Exclusions to cover for tyres

This Policy does not cover physical loss of or damage to the Trailer(s) tyres caused by the application of brakes or by punctures, cuts, bruises or by wear and tear.

C Amount payable in the event of loss of or damage to the Trailer(s)

1. We shall pay the Agreed Value of the Trailer(s) as noted on the Schedule if:
 - 1.1 Total Loss The Trailer(s) is totally lost or destroyed; or
 - 1.2 The constructive total loss The cost of recovering and/or repairing the Trailer(s) will exceed the Agreed Value; or
 - 1.3 Constructive total loss caused by loss of use You have been deprived of the free use and disposal of the Trailer(s) for a period of 12 consecutive months commencing during the Period of Insurance except in cases of theft when the period should be a reasonable period depending upon the facts of each individual case.

Partial loss

1.4 In all other cases we shall pay the reasonable cost of recovering the Trailer(s) and the reasonable cost of effecting repairs;

less the Excess up to but not exceeding the Agreed Value of the Trailer.

SECTION 5

A PERSONAL ACCIDENT

Subject to the Conditions Precedent and other terms of the Policy and providing you and your spouse are aged between 16 years to 70 years we will insure you and your spouse against bodily injury or death caused by violent accidental external and visible means sustained during the Period of Insurance, whilst embarking, disembarking or on board the Vessel.

Benefits applicable

We will pay the benefit in the table below for the event stated.

1.	Death	£10,000 per person
2.	Loss of one or more limbs or sight in one or both eyes	£10,000 per person
3.	Permanent TOTAL disablement after 104 weeks EXCEPT when benefit is paid under item 2 above	£10,000 per person

B SPECIAL CONDITIONS

1. Death or disablement must occur within one year of the injury.
2. This Section is not applicable to any person under the age of 16 years or over 70 years of age at the date of the accident.
3. Benefit will not be payable under more than one of the above items in respect of the same accident for the same person.
4. The maximum amount payable under this Section during the Period of Insurance is limited to £20,000.

C MEDICAL EXPENSES

We will refund to you medical expenses incurred and paid by you up to a maximum sum of £500 if you or your spouse are injured in an accident whilst on board the Vessel or embarking or disembarking from the Vessel.

D DEFINITIONS

"Loss of Sight" means complete and irrecoverable loss of sight.

"Loss of Limbs" means loss by physical severance at or above the wrist or ankle or the total and permanent loss of use of an entire hand, arm, foot or leg.

"Permanent Total Disablement" means permanent and total disablement from engaging in or attending to any form of profession or occupation.

E EXCLUSIONS

1. This Policy does not insure death or disablement resulting from:
 - 1.1 incidents occurring to anyone whilst the Vessel is used for purposes other than private pleasure;
 - 1.2 suicide or attempted suicide or wilful exposure or danger (except in an attempt to save human life);
 - 1.3 the influence of intoxicating liquor or drugs (other than drugs taken under medical supervision and not for the treatment of drug addiction);
 - 1.4 wilful misconduct.

SECTION 6

GENERAL EXCLUSIONS

This clause shall be paramount and shall override anything contained in this insurance inconsistent therewith.

In no case shall this insurance cover loss, damage, liability or expense directly or indirectly caused by or contributed to or arising from:

1. ionising radiations from or contamination by radioactivity from any nuclear fuel or from any nuclear waste or from the combustion of nuclear fuel;
2. the radioactive, toxic, explosive or other hazardous or contaminating properties of any nuclear installation, reactor or other nuclear assembly or nuclear component thereof;
3. any weapon or device employing atomic or nuclear fission and/or fusion or other like reaction or radioactive force or matter;
4. the radioactive, toxic, explosive or any other hazardous or contaminating properties of any radioactive matter. The exclusion in this sub-clause does not extend to radioactive isotopes, other than nuclear fuel, when such isotopes are being prepared, carried, stored or used for commercial, agricultural, medical, scientific or other similar peaceful purposes;

5. any chemical, biological, biochemical or electromagnetic weapons;
6. the use or operation, as a means for inflicting harm, of any computer, computer system, computer software programme, computer virus or process or any other electrical system.

SECTION 7 LIMITATIONS AND CONDITIONS PRECEDENTS

If you give us prior notice that you wish to alter or delete a Condition Precedent we may, in our absolute discretion, and upon payment of any additional premium required, agree in writing to such alteration or deletion.

- 1. Low Speed Limitation** Unless Special Endorsement A has been agreed and noted on the Schedule we do not insure you, an insured person, the vessel or any other property if the actual maximum designed speed of the Vessel (and any boat(s)) when under power exceeds 17 Knots.
- 2. Use Limitation** We do not insure you, an Insured Person or the Vessel if you let the Vessel out on hire or for reward.
- 3. Cruising Range Limitation** We do not insure you, an Insured Person or the Vessel if and whilst the Vessel is outside the Cruising Range noted on the Schedule.
- 4. Structural alteration Limitation** We do not insure you, an Insured Person or the Vessel if you make any major structural alteration or addition to the Vessel during the Period of Insurance without first obtaining our prior written consent.
- 5. Sea worthiness Condition Precedent** It is a Condition Precedent to our liability that you will exercise reasonable care to make and keep the Vessel in a seaworthy condition and to keep the Vessel in a safe place, when not underway.
- 6. Towing** We do not insure you, an Insured Person or the Vessel if the Vessel tows another vessel or is towed by another Vessel except in emergency or when it is customary.
- 7. Crew Condition Precedent** If your Vessel is 24 feet in length or over it is a Condition Precedent to our liability that at all times when your Vessel is underway the minimum number of competent crew members onboard in addition to the skipper will be 1 except when crossing the Bay of Biscay when there will be 3.
- 8. Transit Condition Precedent** It is a Condition Precedent to our liability that if the Vessel is in transit it is:

 1. carried on a trailer, the trailer is fit for the purpose intended and towed by a suitable vehicle; or
 2. fitted in a purpose built cradle and carried by a professional haulier; or
 3. where suitable, securely lashed or fastened to a vehicle roof rack.
- 9. Skipper Condition Precedent** It is a Condition Precedent to our liability that when the Vessel is underway either you or the Skipper named on the Schedule will be on board and in control of the Vessel.

- 10. Change of Vessel** It is a Condition Precedent to our liability that you will inform us in writing of any change of ownership or interest in the vessel within seven days of any change taking place.

SECTION 8

GENERAL TERMS

- 2. Gas**
1. If gas is used on board the Vessel:
 - 1.1 the installation and tubing must be to the approved and appropriate standard and other recommendations; and
 - 1.2 all gas containers must be secured against movement; and
 - 1.3 all gas lockers must be properly vented to the exterior of the Vessel.
 2. This Policy does not cover loss of or damage to the insured property or liability to a third party attributable to a breach of this provision of the Policy.
- 3. Assignment of the Policy** We are not bound by any assignment of:
1. the Policy; or
 2. any interest in the Policy; or
 3. any money payable under the Policy, unless we agree in writing.
- 4. Other Insurances** We shall not pay for any loss or damage or provide any indemnity if at the time when the loss or damage occurs to the Vessel, Trailer, The Personal Effects or the liability of the Insured Person is or would but for this insurance, be covered by any other insurance. If, however, the Agreed Value of the property covered by this Policy or the indemnity provided by this Policy is greater than the Agreed Value or indemnity provided by such other insurance we shall, subject to the Conditions Precedent and other terms of the Policy, pay the difference
- 5. No claims bonus** We will reduce your renewal premium if no claim arises under this Policy during the Period of Insurance as follows:
- 5% after one year;
 - 10% after two consecutive years;

15% after three consecutive years;

20% after four consecutive years.

25% after five consecutive years.

- 7 Protected no Claims Bonus** If specified on the Schedule your no-claims bonus is protected and there will be no loss of no-claims bonus unless either two claims occur or the aggregate amount we pay after deduction of the Excess exceeds fifteen hundred pounds (£1,500) during any Period of Insurance.
- 6. Afloat between 1 October and 31 March** We do not cover any loss or damage or liability under this Policy if the Vessel remains afloat unmanned between 1 October and the following 31 March, or any part of such period inclusive unless the Vessel is placed in a purpose built marina, protected harbour, non-tidal waters or in a sheltered mooring which has been notified to and agreed by us.
- 7. Date change** We do not cover any loss damage or liability arising from, or consisting of the failure or inability of any equipment or any computer programme to recognise or correctly to interpret or process any date as the true or correct date, or to continue to function beyond that date. This will not exclude any resulting loss or damage otherwise insured by this Policy.
- 8. Renewal** If you wish to renew the Policy you must before renewal is agreed by us tell us of any changes to any of the information which you gave to us at the time of proposal. Failure to advise us of these changes may invalidate your policy.
- 9. Cancellation**
1. You may cancel this Policy by giving to us notice in writing in which event providing there has been no claim made by you during the Period of Insurance we shall return to you that proportion of the premium relating to the unexpired period less a handling charge of £25.
 2. We may cancel this Policy by giving you 21 days' notice in writing to your last known address when a proportionate part of the premium may be returned to you in respect of the unexpired period.

SECTION 9

CLAIMS

1. You must:

- | | | |
|---|-------|--|
| Notification | 1.1 | immediately notify Groves John & Westrup Limited through EIS at the address given above of any event which may result in a claim under the Policy and provide to them a written report as soon as possible; |
| Police | 1.2 | immediately notify the police of any theft, attempted theft, malicious damage or other crime involving any item; |
| Written details | 1.3 | at your own expense, provide in writing such particulars and information as we may require within: |
| Riot/civil commotion | 1.3.1 | seven days of loss or damage by riot or civil commotion; |
| | 1.3.2 | in respect of loss or damage by any other means within 14 days; |
| Communication from third parties | | as soon as possible, pass onto Groves John & Westrup Limited all communications from third parties relating to a matter which might give rise to a claim under this Policy. You should immediately acknowledge such communications and your policy number and our name and address to such third parties; |
| Admission | 1.5 | not admit liability, offer to settle, compromise or make payment in respect of any event which might give rise to a claim under the Policy without our prior written consent; |
| Mitigation | 1.6 | minimise or mitigate any loss, damage or liability which may give rise to a claim under this Policy; |
| Statement of truth | 1.7 | return to us or our representative, duly signed or comment constructively upon any statement of truth that we may require from you for prosecution or defence of any claim which is or may be the subject of indemnity under this Policy within 7 days; |
| Disclosure | 1.8 | search for and provide to us any documents which may be required by us for the purposes of prosecution or defence of any claim which may be the subject of indemnity under this Policy within 14 days of request by us or our representative and to sign and return to us within seven days any disclosure statement we or our representatives may require of you. |

2. Our rights

We have the right but not the obligation to:

- | | | |
|------------------------|-----|---|
| Repair | 2.1 | decide where and how any damaged item will be repaired; |
| Defence | 2.2 | commence or take over and conduct the defence of any claim against or prosecution of you or any other person insured under this Policy arising out of an event which might give rise to a claim under the Policy; |
| Recovery | 2.3 | commence, recover, take over and conduct any claim bought in the name of any person insured under this Policy to recover sums which are or might be payable under the Policy; |
| Formal enquires | 2.4 | commence, take over, conduct the representation of any person insured under this Policy at any inquest, inquiry or similar proceedings which might give rise to a claim under the Policy. |

- 3. Payment** We will have the absolute right in our discretion at any time to pay the limit of our liability or the Sum Insured (after deductions of any sum already paid) or any lesser amount for which a claim can be settled and shall thereafter be under no further liability except for the payment of costs and expenses incurred prior to the date of payment.

- 4. Proof of purchase** In the event of any claim we shall be entitled to require you to supply to us documentary proof of purchase and/or purchase price and/or ownership and/or proof of title to the Vessel prior to any settlement being made under the Policy.

- 5. Other insurance** If at the time of any event which gives rise to a claim under this Policy, there is any other insurance covering the same loss damage or liability our liability shall be limited to its rateable proportion. If any such other insurance or indemnity is subject to any provision whereby it is excluded from ranking concurrently with this policy whether in whole or in part or from contributing, our liability shall be limited to any excess beyond the amount which would be payable under such other insurance or indemnity had this policy not been affected. This condition does not apply to the Personal Accident Section.

- 6. Fraud exaggeration** If you or anyone acting on your behalf makes a claim under this Policy knowing the claim to be dishonest or exaggerated in any respect we shall not be liable to pay that claim and all cover under this Policy will cease immediately and in such circumstances we shall be entitled to refer the matter to the appropriate authorities.

SPECIAL ENDORSEMENTS

Important

The under noted Special Endorsements only apply to your Policy if specified on the Schedule.

Special Endorsement A

Speed Boat Clauses

The Low Speed Limitation is deleted by this clause and the following terms and conditions shall apply:

- 1 If the Vessel is fitted with inboard machinery there is no cover for damage to the Vessel, Personal Effects on board the Vessel or liability to third parties caused by fire or explosion unless the Vessel is equipped with fire extinguishing appliances to at least the following minimum requirements, properly installed and maintained in efficient working order;
 - (a) automatically operated fire extinguishers, or having remote controls from the steering position, in the engine area and, where design allows, in the tank space; and
 - (b) manually operated fire extinguishers and a fire blanket which are both installed in an accessible position in the galley.
- 2 There is no cover under this policy:
 - (a) for claims occurring as a result of the Vessel being stranded, sunk, swamped, immersed or breaking adrift whilst left afloat unmanned off any beach or shore, unless the mooring has been accepted and agreed by us;
 - (b) for claims occurring whilst the Vessel is participating in racing or speed tests, or any connected trials.
- 3 Loss or damage to the rudder, propeller, strut, shaft, motor, electrical machinery or batteries, and their connections, caused by the Vessel striking a submerged or partially submerged object whilst underway, is subject to a £100 excess in addition to the total excess specified on the Schedule.

The maximum amount payable in respect of loss or damage described in Clause 3 of this Special Endorsement during the Period of Insurance is limited to £1,500.

Special Endorsement B1

Liability to and of Water Skiers Clause

This policy is extended to cover liability to and of anyone engaged in water skiing, mono skiing, bare footing and/or knee boarding whilst being towed or preparing to be towed by the Vessel or whilst on board the Vessel.

The limit of indemnity is as specified on the Schedule and applies to each incident or series or incidents arising out of the same event occurring during the Period of Insurance.

It is a Condition Precedent to our liability that unless we agree in writing otherwise no more than two persons will be towed or will be preparing to be towed by the Vessel at any one time.

It is a Condition Precedent to our liability that while towing persons from the time they disembark to the water and until embarking the Vessel from the water there will be at least two persons on board your Vessel, one acting as helmsman and one as an observer.

Special Endorsement B2

Water Sports Toys Liability Clause

This policy is extended to cover liability to and of anyone engaged in the use of water sports toys for private pleasure purposes whilst being towed or preparing to be towed by or returning to the Vessel subject to Conditions Precedent and other terms of the policy and the following Conditions Precedent and terms of the policy.

It is a Condition Precedent to our liability under the policy that:

- (i) All drivers or helmsman of the Vessel are over the age of 18 unless we agree in writing otherwise; and
- (ii) All drivers or helmsmen of the Vessel are experienced in handling vessels of the type of the Vessel whilst towing; and
- (iii) At all times whilst towing there shall be a competent person onboard the Vessel observing the person or persons being towed and relaying information between the towed and the helmsman or driver; and
- (iv) All towing of such toys shall only take place on inland non tidal waters or sheltered Coastal Waters of the United Kingdom; and
- (v) The manufacturers' recommendations and advice of both the Vessel and the towed toy shall be adhered to at all times;
- (vi) No more than one toy shall be towed at anyone time and the tow shall not involve more than the recommended number of persons for that toy; and
- (vii) All riders of the toy shall be over 6 years of age and riders between 6 and 10 years of age shall be accompanied on or in the toy by a responsible and proficient adult; and
- (viii) All riders will wear CE or US Coast Guard approved impact or life jackets; and

(ix) The Vessel will not be used in any place where such use is prohibited

Our limit of liability under this Endorsement is the amount stated in the Schedule.

Formatted: Body Text, Numbered + Level: 1 + Numbering Style: i, ii, iii, ... + Start at: 1 + Alignment: Left + Aligned at: 1.52 cm + Indent at: 2.79 cm, Tab stops: 2.79 cm, Left

Special Endorsement C Racing

Risk Extension Clause

This policy is extended to cover loss or damage to sails, masts, spars and attached fittings, standing and running rigging whilst racing.

The amount payable is limited to two-thirds of the cost of repair or replacement of the item[s] lost, without deduction of the Excess, and no more than two-thirds of the sum stated on the Schedule for masts, spars, standing and running rigging unless the loss or damage is caused by the Vessel being stranded, sunk, burnt, on fire, in collision with any external substance including ice but not water when deductions new for old will be made and the Excess will be applied.

Special Endorsement D

Skipper Charter Condition Precedent

It is a Condition Precedent to our liability that the regulations and licensing requirements of all applicable authorities are complied with at all times.

Special Endorsement E

No Claim Bonus

The No Claim Bonus Clause does not apply to this policy.

Special Endorsement F

Charter Angling/Diving Clause

This policy is extended to cover the Vessel whilst being operated as a pleasure charter angling/diving boat.

It is a Condition Precedent to our liability that the Vessel has a Valid Small Commercial Vessel Certificate in accordance with the Code of Practice for the Construction, Machinery, Equipment, Stability and Examination of Motor Vessels up to 24 Metres Load Line Length in commercial use which do not carry cargo or more than 12 passengers, as published by the Surveyor General's Office of the Department of Transport.

In addition, it is also a Condition Precedent to our liability that the regulations and licensing requirements of all applicable authorities are complied with at all times.

Notwithstanding this extension this Policy does not cover liability of or to any person whilst engaged in snorkeling, aqualung diving or other underwater sport including whilst disembarking or embarking other than to such a person caused by the negligent navigation of the Vessel.

Special Endorsement G

Netting and Potting Clause

The policy is extended to cover the Vessel whilst used for static netting and potting.

We shall not be liable for loss or damage of or to nets, pots and lines whilst in use and/or any liability arising from the positioning of such gear.

Special Endorsement H

Passenger Clause

1. Subject to the Conditions Precedent and other terms of the Policy we will cover the Vessel named on the Schedule whilst used for the carriage of fare paying passengers.
2. It is a Condition Precedent to our liability that either you or your skipper, must be certificated to an appropriate standard to operate Vessels for the stated purpose and, will be on board and in control of the Vessel at all times whilst the Vessel is under way.
3. It is a Condition Precedent to our liability that whilst the Vessel is used for carrying fare paying passengers, all applicable local authority regulations and licensing requirements are complied with at all times.
4. You will inform all passengers either on the ticket or by way of notice at the point of embarkation that the carriage is subject to the London Convention which limits or excludes your liability.

Special Endorsement I

Passenger Carrying Condition Precedent

It is a Condition Precedent to our liability that whilst the Vessel is used for carrying fare-paying passengers, all applicable local authority regulations and licensing requirements are complied with at all times.

You will inform all passengers either on the ticket or by way of notice at the point of embarkation that the carriage is subject to the London Convention which limits or excludes your liability.

Special Endorsement J

Not In Use Condition Precedent

It is a Condition Precedent that the Vessel will be taken out of the water and kept ashore on all occasions when not in use, and during the hours of sunset to sunrise shall be kept in a lock-fast building.

This requirement is in addition to any other security requirement specified in the Policy or Schedule.

'In Use' for the purposes of this Special Endorsement means any period the Vessel is temporarily away from the normal place of storage (including whilst in transit) for the purpose of being used on water.

Special Endorsement K

Home Drive Condition Precedent

In addition to the fitting of a wheel clamp to the trailer, it is a Condition Precedent to our liability that whilst the Vessel is kept on the driveway of your home address, or the address specified on the Schedule, the Vessel or trailer shall be chained to a permanently fixed object.

Special Endorsement L

Personal Effects Clause

- | | | |
|---|---------------------------------------|---|
| A | Cover for personal property | <ol style="list-style-type: none">1. Subject to the Conditions Precedent and the other terms of the Policy, we shall cover your Personal Effects and the Personal Effects of your Immediate Family against physical loss or damage, however caused, provided that the Property is:<ol style="list-style-type: none">1.1 on board the Vessel; or1.2 being used in connection with the Vessel; or1.3 in transit between your residence and the Vessel. |
| B | Property covered by special agreement | <ol style="list-style-type: none">1. Unless we specifically agree in writing we do not cover you in respect of physical loss of or damage to:<ol style="list-style-type: none">1.1 fishing gear or equipment; or1.2 sporting equipment or diving gear.2. This Policy does not cover:<ol style="list-style-type: none">2.1 money; or2.2 travellers cheques; or2.3 credit cards; or2.4 jewellery, spectacles and contact lenses; or2.5 mobile phones;2.6 laptops and/or other PDA's (Personal Digital Assistants). |

3. We do not cover loss of or damage:
- 3.1 caused by:
- 3.1.1 wear, tear or depreciation; or
 - 3.1.2 damp, rot, mould, mildew, corrosion or rust; or
 - 3.1.3 moth or vermin.
 - 3.1.4 War, civil disturbance or terrorism; or
 - 3.1.5 Radiation damage.
- 3.2 caused to articles of a brittle nature by breaking unless due to:
- 3.2.1 the stranding or sinking of the Vessel or the Vessel being on fire; or
 - 3.2.2 impact between the Vessel and any external substance including ice (but not water); or
 - 3.2.3 heavy weather; or
 - 3.2.4 the action of thieves, robbers or burglars.
4. We shall pay the value of the Personal Effects up to the amount noted on the Schedule if:
- 4.1 the Personal Effects is totally lost or destroyed; or
 - 4.2 the cost of recovering and repairing the Personal Effects exceeds the lesser of either
 - (a) its value or;
 - (b) £250; or
 - (c) Such other sum agreed by us in writing

Total loss

Constructive total loss

Constructive total loss caused by loss of use	4.3 You or your Immediate Family has been deprived of the free use and disposal of the Personal Property for a period of 12 consecutive months commencing during the Period of Insurance except in cases of theft when the period shall be a reasonable period depending upon the facts of each individual case.
Maximum sum payable	5. We shall not pay more than £250 in respect of any one item unless each item valued in excess of £250 is specifically declared and agreed by us.
Remains	6. If we agree to pay the value of Personal Effects we shall be entitled: <ul style="list-style-type: none"> 6.1 to require you to sell the remains (if any) and account to us for any sum received by you. 6.2 in our absolute discretion to take over the remains.
Partial loss	7. In any other case we shall pay the reasonable cost of effecting repairs.
Undervalued property [average]	If at the time of loss of or damage to the Personal Effects the actual value is greater than the insured, our liability will be limited to the proportion which the insured value bears to the actual value.

Special Endorsement M

Houseboat Clause

It is agreed that this Policy is extended to cover the Vessel whilst being used as a social and domestic Houseboat by you or your Immediate Family.

Special Endorsement N

Single Handed Sailing

It is agreed that the Vessel may be sailed single-handed by the Skipper, (whose details of experience have been notified to and agreed by us), within the Cruising Range specified on the Schedule.

Special Endorsement O

Outboard Motors Limitation

We do not cover theft of the specified outboard motor until the engine serial number is advised to us.

The Policy covers loss or damage to outboard motors through dropping off or falling overboard. It is a Condition Precedent to our liability that at all times outboard motors are secured to the Vessel by a suitable safety chain or strap.

of a domestic dwelling and there is evidence of forcible and violent entry to or exit from such garage; or

1.3.2 is in use and is either;

(a) attended; or

(b) is locked to the trailer and the trailer is fitted with a wheel clamp.

1.4 malicious acts of third parties.

2. Exclusion

This Policy does not cover physical loss of or damage:

2.1 To the Vessel caused by:

2.1.1 Wear, tear or depreciation;

2.1.2 Insects, marina borers, barnacles or marine growth;

2.1.3 Rodents;

2.1.4 Corrosion, rust, mildew, dampness or weathering;

2.1.5 Electrolysis;

2.1.6 Osmosis;

2.1.7 Civil, criminal or administrative proceedings, action by customs officers or executive actions of a government department unless arising out of an event which is covered by this Policy;

2.1.8 War, Civil Disturbance and Terrorism.

2.1.9 Theft when not in use unless the vessel is locked to the trailer and the trailer is secured by a wheel clamp and is in a locked garage forming part of or adjoining a domestic dwelling and there is evidence of forcible and violent entry to or exit from such garage;

2.1.10 Theft of the Vessel when in use unless the Vessel is either;

2.1.10a attended; or

2.1.10b locked to the trailer and the trailer is fitted with a wheel clamp;

2.1.11 as a result of the ingestion of any foreign object to substance into the mechanics of the vessel;

- 2.1.12 during launching and/or beaching under power;
- 2.1.13 during stunt, surfacing and/or white water use;
- 2.2 To the Vessel's machinery unless caused by;
 - 2.2.1 The Vessel being immersed by heavy weather; or
 - 2.2.2 The stranding or sinking of the Vessel or the Vessel being on fire; or
 - 2.2.3 Impact between the Vessel and any substance including ice (but not water);
 - 2.2.4 Lightning.
- Transit 2.3 To the Vessel:
 - 2.3.1 Caused by scratching, bruising or denting during;
 - 2.3.1a the preparation for transportation by land, sea or air; or
 - 2.3.1b while being so transported.

3. Claims – Basis of settlement

We will pay the value of the Vessel as noted on the Schedule if;

- | | | |
|-------------------------|-----|---|
| Total loss | 3.1 | The Vessel is totally lost or destroyed. |
| Constructive total loss | 3.2 | The cost of recovering and/or repairing the Vessel will exceed the value noted on the Schedule. |
| | 3.3 | You have been deprived of the free use and disposal of the Vessel as appropriate for a period of 12 consecutive months commencing during the Period of Insurance except in the case of theft when the period will be a reasonable period depending upon the facts of each individual case. |
| Partial loss | 3.4 | For partial loss we will pay either: <ul style="list-style-type: none"> 3.4.1 Where repairs are undertaken the cost of recovering the Vessel and the reasonable cost of effecting repairs; or 3.4.2 Where the repairs are not undertaken by the end of the Period of Insurance or such time as we agree in writing the reasonable cost of recovering the Vessel |

and the diminution in market value by reason of the cost of effecting repairs.

Less the Excess up to but not exceeding the Value noted on the Schedule.

4 Exclusions to amount payable

- 4.1 We will not pay the cost and expense of rectifying or repairing:
 - 4.1.1 a fault in design or construction; or
 - 4.1.2 any part (including the whole or any part of the hull) which is subject to a fault in design or latent defect; or
 - 4.1.3 defective workmanship carried out or materials provided by an independent contractor employed to carry out maintenance, repairs or alterations to the Vessel at any time.
- 4.2 We will be entitled to deduct at our sole discretion:
 - 4.2.1 Up to one third of the cost of repairs or replacement representing wear and tear and/or depreciation.

5 Additional sums payable

We will also pay the following:

- 5.1 expenses incurred for the purpose of averting or minimising loss of or damage to the Vessel provided in each case the expense;
 - 5.1.1 is both reasonably incurred and reasonable in amount; and
 - 5.1.2 results from an event (or the possibility of an event) for which there is or would be cover under this Policy.
- 5.2 The costs of removal of any wreck of the Vessel from any place owned, leased or occupied by you.

The amounts payable under this part of this Section will be subject to the Excess and the total amount recoverable under this section and arising out of any one event is limited to the value of the Vessel noted on the Schedule.

6 Option

We may at our option either supply a replacement for any Vessel, or part of a Vessel lost or destroyed, pay the cost of repairs, or make a cash payment based on the cost of an equivalent replacement.

SECTION 7

Limitations and Conditions Precedent

Limitation 1 Low Speed Limitation is deleted.

Condition Precedent 7 Crew Condition Precedent is deleted.

Condition Precedent 9 Skipper Condition Precedent is deleted.

The following Conditions Precedent and Limitations are added:

SECURITY WHEN NOT IN USE

It is a Condition Precedent to our liability that when the Vessel is not In Use it will be kept in a locked garage adjoining or forming part of a domestic dwelling and the Vessel will be locked to the trailer which will be secured by a wheel clamp.

DRIVER'S AGE: It is a Condition Precedent to our liability that when the Vessel is In Use on the water and unless we agree in writing to the contrary all drivers will be aged 21 years or over.

DRIVER'S EXPERIENCE: It is a Condition Precedent to our liability that when the Vessel is underway all drivers will have either:

- (a) one years experience of riding and/or helming such craft; or
- (b) the RYA Training Certificate for Attendance and passed satisfactorily the examination for Personal Watercraft.

PROHIBITED AREAS: We do not insure you, an Insured Person or the Vessel if the Vessel is used in areas where Personal Watercraft are prohibited.

NOT LEFT AFLOAT LIMITATION: Unless otherwise agreed in writing by us we do not insure you, an Insured Person or the Vessel if you leave the Vessel afloat unattended at any time.

REGULATIONS: It is a Condition Precedent to our liability that you and all persons using the Vessel with your authority shall comply with all local byelaws and regulations relating to the use of Personal Watercraft and will comply to all navigational requirements and will not enter any excluded area.

RACING: We do not insure you, an Insured Person or the Vessel if the Vessel participates in any racing or speed tests or competitions or any type of any trials in connection therewith and or in stunt riding and white water navigation.

PASSENGERS: We do not insure you, an Insured Person or the Vessel if the Vessel carries passengers unless the Vessel is designed and certificated to carry more than one person and it is a

Condition Precedent to our liability that the number of passengers on board or being carried by the Vessel shall not exceed the manufacturers design and specifications.

TOWING: Unless Special Endorsement B has been noted and agreed on the Schedule we do not insure you, an Insured Person or the Vessel whilst towing any person or thing.

DEAD MAN'S HANDLE OPERATION: It is a Condition Precedent to our liability that if fitted to the Vessel the dead mans handle will be in operation and used at all times when underway.

SECTION 8

General Terms

Section 8.6 is deleted.