Industrial Special Plant (ISP)

What's Changed

The purpose of this document is to provide a summary of recent changes to the policy terms and conditions for QM2003 UAA Industrial Special Plant (ISP).
This document:

- is a summary only; and
- addresses only the key changes to UAA Industrial Special Plant (ISP).

This document:

- is not intended to be comprehensive;
- does not form part of the insurance policy;
- does not consider the Insured's individual circumstances;
- is not used to assess claims; and
- should not be relied on instead of the Product Disclosure Statement and Policy Wording.

We will assess any claim against the policy terms and conditions and applicable law.
Please read the new Product Disclosure Statement and Policy Wording thoroughly for full details of cover, conditions and exclusions to ensure it meets the Insured's requirements.

Summary of key changes

We've updated our UAA Industrial Special Plant (ISP) Product Disclosure Statement / Policy Wording (from QM2003-1224 to QM2003-1126). To see how this cover has changed, we've provided a summary of the key changes below:

Change type	What's changed	Explanation	Details can be found in
Simplified	Formatting has been updated and sections reorganised to improve readability.	Formatting and structure have been updated to make the document easier to read.	Whole document
Simplified	The following definitions have been added: • Acquired Machine • Attachment • ATV • Consequential Loss • Hired in Plant • Indemnity Period • Initial Period • Internet Operations • Interruption • Lease Payment • Lease Value • Section • Substitute Machine • UTV • Wind Farm	New definitions have been added to clarify the intended meaning of key terms. Some definitions have also been moved from the body of the wording to the start of the document, so all definitions are located in one place.	Under "General Definitions"
Clarification	The following definitions have been updated: • Australian Dangerous Goods Code • Capacity • Configuration	The updated definitions make the scope of cover clearer and help explain how key terms apply under the policy.	Under "General Definitions"

	• Constructive Total Loss • Endorsement • Excess • Legal Costs • Legal Liability • Motor Vehicle • Overloading • Policy • Premium • Products • Property Damage • Responsibility to Owner • Sum Insured • Territorial Limits		
Simplified	The following definitions have been removed: • Related Entity • Road Vehicle	"Related Entity" has been removed because the broader term may create ambiguity. Cover now refers back to Employees or the Insured, where applicable under the policy. "Road Vehicle" has been replaced with "road registered Motor Vehicle".	Under "General Definitions"
Enhancement	Section 1 - Damaged has formatting update, along with some additional below changes: • Increase in new replacement benefit from 115% to 120% of Sum Insured • Additional of Owned or Non-Owned Trailer Cover	The changes provide broader cover through an increased new replacement benefit and the introduction of cover for certain owned and non-owned trailers, improving protection in a wider range of loss scenarios.	Under "Section 1 - Damage"
Enhancement	Section 2 has been renamed from "Hired in Plant (Liability to Owner)" to "Hired in Plant (Responsibility to Owner)". The following changes have also been made: • New replacement benefit increased from 115% to 120% of the Sum Insured. • Hire contract liability limitation removed • Legal Costs benefit updated to allow greater flexibility in the applicable limit.	The new replacement benefit has increased for eligible total loss claims. In addition, a limitation based on the Insured's liability under the hire contract has been removed, which may broaden cover in certain circumstances. Other changes are primarily drafting, terminology and structural updates to improve readability and consistency.	Under "Section 2- Hired in Plant (Responsibility to Owner)
Enhancement	Section 3 - Additional Benefits has been updated to increase several benefit limits and enhance cover in certain areas.		Under Section 3 - Additional benefits
	Damage to Lifted Goods - Cover changed from "physical damage or destruction" to "physical loss, damage or destruction"	Broadens cover to include physical loss of lifted goods, not just damage or destruction.	Under Section 3 - Additional Benefits - "3.01 Damaged to Lifted Goods"
	Expediting Costs - Sub-limit increased to $50,000 or 30% of the claim amount, and emergency repairs increased to $5,000 without prior insurer approval.	Greater flexibility and higher benefit following breakdown or damage.	Under Section 3 - Additional Benefits - "3.03 Expediting Costs"
	Recover Costs - No Damage - limit increased from $50,000 - $100,000	Doubles the benefit where machinery is immobilised but has not been damaged.	Under Section 3 - Additional Benefits - "3.04 Recovery Costs - No Damage"

	Employees' Property Damage - Limit increased from $5,000 to $10,000	Increasing the cover available for employees' personal property damaged by insured machine damage.	Under Section 3 - Additional Benefits - "3.06 Employees' Property Damage"
	Road Registered Motor Vehicle benefits have been updated: • Reduced the new vehicle replacement threshold from 90% to 85% of Market Value. • Increased theft-related hire car costs cover from $5,000 to $10,000. • Introduced lease, hire purchase or finance agreement payout and tyre replacement benefits.	The changes generally enhance cover, added new benefit (previously covered via endorsement), broader eligibility criteria and increased benefit limits across a number of additional benefits. Overall, the changes are expected to provide broader protection and improved customer outcomes.	Under Section 3 - Additional Benefits -"3.10 Road Registered Motor Vehicles"
	Attachments - Increased automatic cover for non-scheduled attachments from $10,000 to $15,000	Benefit has been increased to provide more coverage.	Under Section 3 - Additional Benefits -"3.11 Attachments"
	Windscreen/Glass aggregate limit increased from $5,000 to $10,000, with cover for road registered vehicles limited to the first claim per vehicle each policy period.	Benefit has been increased to provide more coverage and road registered Motor Vehicles now receive dedicated cover.	Under Section 3 - Additional Benefits -"3.13 Windscreen or Window Glass Replacement"
	Locks & Keys is subject to a fixed $1,000 excess rather than the machine excess.	A separate excess has been added to simplify.	Under Section 3 - Additional Benefits -"3.16 Locks and Keys"
	Increased Fire Brigade/Emergency Services cover from $20,000 to $25,000.	Increases the benefit to provide broader cover.	Under Section 3 - Additional Benefits -"3.17 Fire Brigade and/or Emergency Service Charges"
	Funeral and Counselling Expenses has been updated to extend benefit to "the estate of the deceased"	Extends the benefit so funeral-related expenses can be claimed by the deceased employee's estate, as well as their immediate family.	Under Section 3 - Additional Benefits -" 3.18 Funeral and Counselling Expenses"
	Additions/deletions of Machines has been updated.	Updates automatic cover for newly acquired machines by replacing "Additional Machine" with "Acquired Machine" provisions and applying Market Value at acquisition.	Under Section 3 - Additional Benefits - "3.19 Additions/deletions of Machines"
	Agreed Value has been updated to simplify the wording.	Simplified the Agreed Value benefit and removed the wording requirement for an accredited or certified valuer's assessment to be expressly referenced within the policy wording.	Under Section 3 - Additional Benefits - "3.20 Agreed Value"
	Owner's Protection Plus, including Dry Hire and Wet Hire, has been updated to improve cover.	Expanded Owner's Protection Plus to preserve cover in certain circumstances where misconduct or misuse of machinery occurs, provided the insured was unaware of the conduct and had appropriate governance controls in place.	Under Section 3 - Additional Benefits - "3.21 Owner's Protection Plus - Including Dry Hire and Wet Hire"
Enhancement	Financial Protection has been simplified with changes made to the Lease Value Protection benefit.	The wording has been modernised and the Lease Value Protection benefit updated. For total loss claims with outstanding lease obligations, the maximum additional payment has increased from 20% to 25% of the	Under Section 4 - Financial Protection

		Damage or Breakdown claim settlement.	
Enhancement	Road Risk wording has been simplified along some small changes with no material change.	Road Vehicle replaced with "road registered motor vehicle" Updated and simplified the Road Risk section to improve clarity and consistency. Expanded driver eligibility to include recognised equivalent licences and clarified the operation of Dangerous Goods limits.	Under Section 6 - Road Risk
Simplified	Simplified and reorganised the "Broadform Liability" section to improve clarity and consistency: • Professional Risks Exclusion • Design, Plans, Specifications, patterns and Formulas exclusion	Simplified the wording and made a minor change to the Professional Risks and Designs exclusions. The change preserves liability cover where advice, plans or design work is incidental to the insured's own operations, such as lift planning or project-related advice.	Under Section 7 - Broadform Liability
Simplified	Under General Exclusions for Sections 1 to 7, exclusion 8.01 has been updated.	To simplify the wording, references to "failure to act reasonably" scenarios have been removed, as these are broadly addressed under the policy conditions.	Under "8.00 General Exclusions for Section 1 to 7"
Enhancement	"General Exclusions for Section 1 to 5" has been updated	The wording has been simplified to improve clarity. A fire write-back has also been introduced to the breakdown exclusion, providing additional cover for certain fire-related resultant damage.	Under "9.06 General Exclusions for Section 1 to 5"
	"General Exclusions for Section 1 to 5" have been updated relating to incorrect fuel or additive, incorrect or inadequate lubricant, coolant, oil or similar substances have been amended.	Cover may still apply in certain circumstances under the Owner's Protection or Owner's Protection Plus benefits. Where cover is provided, the applicable Excess will be doubled.	Under "9.01(g) and (h) General Exclusions for Section 1 to 5"
Simplified	General Exclusions for Sections 6 and 7 have been updated specifically: • new exclusions for silica and PFAS liabilities; and broadened Property in Physical Possession or Legal Control wording to refer to transport, loading and unloading.	Introduced exclusions for silica and PFAS-related liabilities. Clarified the property damage and hook liability provisions, with broader cover in some circumstances involving related entities.	Under "10.00 General Exclusions for Sections 6 and 7"
Simplified	Certain "General Conditions for all Sections" have been updated: • Average clause • Underground operations carve-back • Discovery of Product Defects obligation	Modified the Average clause to reference declared values at policy inception rather than values immediately prior to loss. Introduced a coverage enhancement for eligible non-mining tunnel and infrastructure operations. Relaxed the product recall obligation by recognising circumstances where a recall may not be possible.	Under "11.00 General Conditions for all Sections"

Any Questions?

If you have any questions about these changes, please contact us or your broker.