



Class: MSc

Subject :

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Chapter: Unit 2 Chapter 2

Chapter Name: Miscellaneous Insurance

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1 Miscellaneous Insurance



Miscellaneous Insurance refers to contracts of insurance other than those of Life, Fire and Marine insurance.

2 Crop Insurance



Agriculture is the base of humanity providing one of the basic necessities, food. But the business is risky due to natural disasters, inflation, damages to agricultural equipment. Crop insurance can help safeguard farmers against any loss or damages to their farming property and assets.



Types of Crop Insurance:

1. National Agricultural Insurance Scheme (NAIS) of Government of India
2. National Crop Insurance Programme (NCIP) of Government of India
3. Modified National Agricultural Insurance Scheme(MNAIS)
4. Weather Based Crop Insurance Scheme (WBCIS)
5. Coconut Palm Insurance Scheme(CPIS)

2.1 Inclusions & Exclusions

What is covered?

1. Natural Fire and Lightening, Storm, Hailstorm, Cyclone Typhoon ,Tempest, Hurricane, Tornado, Flood, Inundation and Landslide
2. Drought, Dry spells
3. Pests / Diseases etc. in Area-Yield Index insurance Schemes and Weather indices under WBCIS or Weather Index based Crop Insurance Scheme.

What is not covered?

1. Losses arising out of war, nuclear risks
2. Malicious damage and other preventable risk arising out of negligence by the farmer or the manpower employed by the farmer
3. Burning of the crop by order of a public authority
4. Damage caused by birds or animals
5. Ionizing radiations or contamination by nuclear waste
6. Harvested crops bundled and heaped before threshing

3 Householder Insurance Policy



Householder Insurance Policy offers comprehensive protection for your home (residential building) and its contents against a variety of risks.

Types of Householder Insurance:

1. Standard Fire and Special Perils Policy
2. Home Structure/Building Insurance
3. Public Liability Coverage
4. Personal Accident
5. Burglary & Theft
6. Contents Insurance
7. Tenants' Insurance
8. Landlords' insurance



3.1 Inclusions & Exclusions

What is covered?

1. Aircraft damage.
2. Riot.
3. Strike.
4. Missile testing operations.
5. Storm.
6. Flood.
7. Cyclone.
8. Lightening.
9. Earthquake cover.
10. Theft – The contents including silver items, precious stones, and jewelry, provided that all these are kept locked in your home.

What is not covered?

1. Wear and tear or loss because of depreciation.
2. Cash loss.
3. Act of any foreign country or war.
4. Nuclear war.
5. Loss of an electronic because of over-use.
6. damage by erosion or volcanic action
7. Any intentional loss, like if the policyholder damages his property himself, the damages will not be covered by the insurance company.
8. Any pre-existing damage
9. War and nuclear accidents will not be covered.
10. If you have a small business running at your home, then its equipment is also not covered.

4 Mobile Insurance



Mobile insurance covers offer protection against a number of perils and damages to the phone.

List of companies Providing Mobile Insurance:

1. AppsDaily
2. OneAssist
3. SyncNScan
4. OnsiteGo
5. Times Global Insurance



4.1 Inclusions & Exclusions

What is covered?

1. Damage to the internal parts workings of the phone due to water spillage.
2. Hardware Failure like malfunctioning touchscreen, faulty earphone jack or charging port problem.
3. Damage due to fire.
4. Damage occurring due to riot, strike, terrorist activities.
5. Damage caused due to malicious intent.
6. Screen cracks.
7. Loss of device due to theft, house break-in, burglary.
8. Loss of device from a securely locked vehicle or building.

What is not covered?

1. If the phone has gone missing mysteriously.
2. Theft of the mobile phone from vehicles that are left unattended.
3. If any damage occurs or the phone is lost during the period when it was being used by a third party, other than the owner of the phone.
4. If the device has been overloaded or experimented with under any abnormal conditions.
5. If any damage was caused due to routine wear and tear of the device.
6. If the damage was due to any wilful or malicious act caused by the owner of the insured device.
7. Any defects or damage that has been caused during the process of repairing or cleaning the device.

5 Laptop Insurance



Laptop insurance offers comprehensive coverage for laptop devices from various risks. The risks may include theft, liquid spills, fire, and accidental damage along with electrical and mechanical breakdown. It helps meet the heavy repair expenses.



<https://www.paisabazaar.com/commercial-insurance/laptop-insurance/>

5.1 Inclusions & Exclusions

What is covered ?

1. Screens of laptops are prone to cracks and damage which is mostly covered under the insurance plan
2. Electrical and mechanical breakdowns are also covered
3. It covers mostly all models of laptop manufacturers like Apple, HP, Dell, Lenovo, Acer, Sony, Samsung, and Toshiba, etc.
4. Theft, burglary or loss
5. Accidental and liquid damage

What is not covered?

1. Damage done due to war or risks related to war, terrorism, etc.
2. Willful acts or negligence of the insured or his/her representative using the laptop machine
3. Pre-existing faults or defects in general
4. Natural wear & tear, erosion, incrustation and gradual degradation of the laptop due to climatic conditions
5. Normal maintenance of the laptop

6 Credit Insurance



Credit Insurance is a type of insurance policy that is used to pay off existing debts in cases such as death, disability and in some cases, unemployment. Credit insurance protects the policyholder from the lender from the borrower's inability to repay the loan or debt due to various reasons

Types of Credit Insurance:

1. Credit life insurance
2. Credit disability insurance
3. Credit involuntary unemployment insurance
4. Credit property insurance
5. Trade Credit insurance



6.1 Inclusions & Exclusions

What is covered?

1. Commercial Risks:

- Insolvency of the buyer
- Non-payment by the buyer

2. Political Risks:

- General moratorium on payment by the government of buyer's country
- Cancellation of import license
- Political events, economic difficulties, legislative or administrative measures preventing payment
- Military or civil war, revolution, riot or insurrection
- Government decision preventing performance

What is not covered?

1. Any nuclear risk or contamination due to a radioactive substance
2. Customer disputes with the buyer that may result in withholding of partial or full payments by the buyer
3. Any interest amount that gets accrued after the original due payment date
4. Amount owed by any government entity which cannot be declared insolvent
5. Currency fluctuations, Reverse Factoring Policies, pre-shipment risks

7 Pet Insurance



Pet insurance is a health care policy for your pet that reimburses you for certain medical expenses. In the event of a surprise accident or illness, having a pet insurance plan can protect your finances.

Types of pet insurance

1. Lifetime cover pet insurance
2. Non-lifetime cover pet insurance
3. Accident only pet insurance



<https://www.which.co.uk/money/insurance/pet-insurance/pet-insurance-explained-a8td63l18gsw>

7.1 Inclusions & Exclusions

What is covered?

1. Death due to accident
2. Illness contracted while the policy is in effect
3. Treatment expenses
4. Accident while in transit (via rail, air or road)
5. Loss/ theft of the pet
6. Incapacitation
7. Accidental poisoning
8. Third Party liability

What is covered?

1. Willful or malicious injury to the pet
2. Injury or illness arising out of neglect or unskillful handling of the pet
3. Loss or injury due to war, foreign hostility, revolution, rebellion, military upheaval, etc.
4. Death due to rabies, distemper, Viral Hepatitis, Viral Enteritis, Leptospirosis, etc.
5. Illness that has been contracted prior to taking the policy.

8 Rural Insurance



Rural insurance is basically insurance that has been created for the rural public to insure their businesses such as poultry, cattle, farming, etc. Individuals can claim benefits in case of death of animals or loss of crop.

Types of rural policies:

1. Personal Accident insurance
2. Critical Illness insurance
3. Motor insurance
4. Property insurance
5. Livestock insurance



8.1 Inclusions & Exclusions

What is covered?

1. Hut insurance
2. Poultry insurance
3. Cycle rickshaw policy
4. Sericulture insurance
5. Honey bee insurance
6. Failed- well insurance
7. Lift irrigation insurance
8. Farmers' package insurance
9. Agricultural pump-set policy
10. Animal-driven cart insurance
11. Aqua-culture (prawn/ shrimp) insurance
12. Horticulture/ plantation insurance scheme
13. Animals included in rural insurance are elephants, rabbits, pigs, birds, zoo and circus animals.

What is not covered?

1. Overloading, willful or malicious injury or neglect, unskillful treatment or not using the animals for the purpose that has been stated in the policy.
2. Deliberate slaughter of the animal. This does not include cases where the animal is killed due to incurable suffering of the animal and also does not include cases where the animal is slaughtered by the order of lawfully constituted authority.
3. Clandestine sale or theft of the insured animal will not be covered.
4. Risks involved while transporting the animal by air and sea will not be covered.

9 Wedding Insurance



A wedding insurance covers the heavy expenses incurred either due to wedding cancellation or any other damage or loss



9.1 Inclusions & Exclusions

What is covered?

1. Cancellation/postponement of the wedding event due to the following reasons.
 - Earthquake/fire and other perils at the venue of the event.
 - Theft or Burglary
 - If the person(s) named under the policy does not appear for the wedding event due to death, personal injury, hospitalization and other reasons mentioned in the policy document.
2. Physical loss or damage to the property insured under the policy
3. The Public Liability cover ensures protection against injury/death arising out of accidents at the wedding venue

What is not covered?

1. Cancellation of the marriage event due to bandh or civil unrest is not considered for compensation.
2. Acts of terrorism.
3. The person(s) covered under the policy is/are kidnapped.
4. If the claim made is with regard to persons not reaching the venue on time due to unavailability of transport services.
5. Consequential losses due to cancellation of the wedding event.
6. Damage caused to the property by the insured member or his/her associates on the basis of directions issued by the member.
7. Death or injury caused to the persons insured due to war or war like situation.
8. Self inflicted injury or suicide.

10 Weather Insurance



The term weather insurance refers to a form of financial protection against losses or damages incurred because of adverse, measurable weather conditions.

Types of Weather Insurance:

1. Event Weather Insurance
2. Weather Promotions
3. Income Stabilization Insurance
4. Cost Containment Insurance



10.1 Inclusions & Exclusions

What is covered ?

1. If there is a deviation of the observed weather index from strike index, it shoots up the operational cost with reference to agricultural/non-agricultural economic activity. The policy covers the same.
2. If extreme weather conditions harm the production of your crops. This can happen in a specific geographical and particular season, you are covered against such a loss.

What is not covered?

1. Damages caused due to nuclear waste, combustion or fuel.
2. Loss or damage caused due to radioactive, explosive toxic or hazardous properties explosion.
3. Loss or damages caused due to terrorist activities.
4. War, foreign invasions, unlawful operations, civil war, anti-social activities, hostilities, rebellion, detention, seizure, confiscation, etc.
5. Man Made anti-social activities like riots, strike, malicious acts, pollution contamination, and other damaging conditions which are not pertaining to the weather.

11 Umbrella Insurance



An umbrella insurance policy is extra liability insurance coverage that provides an additional layer of security to those who are at risk of being sued for damages to other people's property or injuries caused to others in an accident. It also protects against libel, vandalism, slander, and invasion of privacy.



11.1 Inclusions & Exclusions

What is covered?

1. Any harm/damage caused to your asset/property
2. Certain types of lawsuits and legal processes
3. Bodily Injuries Liability - If you have injured another person's body or harmed it in any way, you will be protected from the cost of medical bills
4. Property Damage Liability - This covers the cost incurred in case you end up damaging a third person's tangible property
5. This insurance policy protects landlords against the possible liabilities that they can face.
6. Liability protection against libel (harmful written statement), Slander (harmful spoken word), false imprisonment/detention.
7. Prosecution caused with a malicious intent

What is not covered?

1. Damage to your personal belongings
2. Business losses
3. Criminal acts
4. Written or oral contracts
5. Intentional acts or injury
6. Damage due to nuclear radiation, war or terrorism
7. Communicable disease, such as a lawsuit against you for giving someone herpes

12 Fidelity Guarantee Insurance



Fidelity insurance or fidelity bond insurance is a business insurance product that provides protection against business losses caused due to employee dishonesty, theft or fraud

Types of Fidelity Insurance:

1. Individual policy
2. Collective policy
3. Blanket policy
4. Floater policy



12.1 Inclusions & Exclusions

What is covered?

1. Theft committed by employees is covered under the policy. This includes assets stolen and the claims made by customers when the valuables are stolen.
2. Act of forgery and defalcation of company's money by employees
3. Embezzlement, misuse of employment capacity for personal gain and any other dishonest act by employees

What is not covered?

1. If there are any changes in the conditions or circumstances of the said employment without the consent of the company.
2. Losses arising due to non-observance and relaxation of the system of checks and precautions
3. Loss or damage attributable to willful acts or gross negligence on the part of the insured, employee or any other person acting on their behalf
4. Losses such as trading losses, stock-taking shortages and losses not caused by dishonesty or fraud
5. The loss is by an act committed subsequent to an earlier act of fraud or dishonesty which had come to the notice of the insured or supervisor or to insured's representative
6. Any loss resulting directly or indirectly from trading in securities

13 Body Part Insurance



Body part Insurance is usually taken and issued to celebrities who stand to lose from damage or injury to their body part and this policy indemnify the business loss to a celebrity for that part of their body or talent that is important for their business



13.1 Examples

1. Heidi Klum's legs - \$2 million
2. America Ferrera's smile - \$10million
3. Keith Richard's hands - \$1.6 million
4. Ilja Gort's nose - \$5.58 million
5. Gennaro Pelliccia's taste buds - \$13.3 million
6. David Beckham's legs (and face) - \$195 million
7. Cristiano Ronaldo's legs - \$144 million
8. Bruce Springsteen's voice - £3.5 million
9. Holly Madison's chest - \$1 million



<https://www.cnn.com/2016/09/09/10-expensively-insured-body-parts.html>

14 “Key Person” Insurance



Key person insurance is a life insurance policy that a company purchases on the life of an owner, a top executive, or another individual considered critical to the business.



<https://www.embroker.com/coverage/key-person-insurance/>