Marina Operator Liability Insurance

Policy Wording
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Welcome to Zurich

About Zurich
The insurer of this product is Zurich Australian Insurance Limited (ZAIL), ABN 13 000 296 640, AFS Licence Number 232507. In this document, ZAIL may also be expressed as ‘Zurich’, ‘we’, ‘us’ or ‘our’.

ZAIL is part of the Zurich Insurance Group, a leading multi-line insurance provider with a global network of subsidiaries and offices. With about 60,000 employees, the Zurich Insurance Group delivers a wide range of general insurance and life insurance products and services for individuals, small businesses, and mid-sized and large companies, including multinational corporations, in more than 170 countries.

Duty of Disclosure
Before you enter into a contract of general insurance with us, you have a duty under the Insurance Contracts Act 1984 (Cth) to disclose to us every matter you know, or could reasonably be expected to know, is relevant to our decision whether to insure you and, if so, on what terms. This applies to all persons to be covered under this contract of insurance. You have the same duty to disclose those matters to us before they renew, extend, vary or reinstate a contract of general insurance. This duty however, does not require disclosure of a matter that:

- diminishes the risk to be insured;
- is of common knowledge;
- we know or in the ordinary course of our business we ought to know;
- we indicate to you that we do not want to know.

Non-disclosure or Misrepresentation
If you make a misrepresentation to us, or if you do not comply with this duty of disclosure and we issue the policy with terms and conditions that are different to the terms and conditions that would have been issued had there not been any misrepresentation, or the your duty of disclosure had been complied with, then:

- we may reduce the cover provided so that we are placed in the same position as we would have been in, had there not been any misrepresentation and your duty of disclosure had been complied with; and
- we may also cancel the policy; or
- we may treat the policy as if it never existed if the misrepresentation or the non-compliance with your duty of disclosure was fraudulent.

Our contract with you
This policy is a contract of insurance between you and Zurich and contains all the details of the cover that we provide.

This policy is made up of:

- the policy wording. It states what is covered, sets out the claims procedure, Exclusions and other terms and conditions of cover;
- the proposal which is the information you provide to us when applying for insurance cover;
- the most current policy schedule issued by us. The policy schedule is a separate document unique to you, which shows the insurance details relevant to you. It includes any changes, Exclusions, terms and conditions made to suit the individual circumstances and may amend the policy; and
- any other written change otherwise advised by us in writing (such as an endorsement). These written changes vary or modify the above documents.

Please note, only those covers shown in the policy schedule are insured. Please keep this policy in a safe place. We reserve the right to change the terms of this product where permitted to do so by law.
Marina Operator Liability Insurance

Subject to the prior payment of, or your agreement to pay, the premium set out in the schedule, we agree to provide insurance as set out in this policy.

In issuing this policy, we have relied on the information contained in the proposal form and/or any other information given by you or on your behalf.

1. Insuring Clauses
   Subject to the Limit of Liability, terms and conditions of this policy, we will pay all sums which you become legally liable to pay in compensation arising from your marina business for:
   1.1 loss or damage to watercraft in your physical legal care, custody or control and including watercraft in your care, custody and control solely for the purpose of being stored;
   1.2 property damage;
   1.3 personal injury;
   1.4 products liability;
   1.5 consequential loss;
   1.6 pollution risks;
   1.7 premises occupier’s liability;
   1.8 berth occupier’s liability;
   1.9 hot work liability;
   1.10 removal of wreck liability;
   1.11 subcontractors liability; and
   1.12 temporary hire of equipment liability,
   resulting from an occurrence happening during the period of insurance and within the territorial limits stated in the schedule.

2. Limits of liability
   Zurich’s liability to pay compensation as a result of an occurrence will not exceed the Limit of Liability shown in the schedule.

   Our total aggregate liability any one period of insurance to pay compensation in respect of or in any way related to watercraft in your care, custody and control solely for the purpose of being stored is $1,000,000 unless stated otherwise in the schedule.

   Our total aggregate liability any one period of insurance to pay compensation in respect of or in any way related to pollution risks is $1,000,000 unless stated otherwise in the schedule.

   Our total aggregate liability any one period of insurance for temporary hire of equipment liability is $100,000 unless stated otherwise in the schedule.
3. **Extensions of Cover**

Zurich will, in addition to the Limits of Liability shown in the schedule, cover you for:

3.1 **Defence and costs cover**

   *your legal defence, investigation and mitigation costs.*

3.2 **First aid**

   *any reasonable costs incurred by you for first aid rendered to third parties at the time of any personal injury.*

Provided that:

(i) if in settling or disposing of a claim covered under this policy compensation is payable in excess of the Limit of Liability our additional liability in respect of costs incurred under 3.1 and 3.2 will be limited to the same proportion of these costs as the Limit of Liability bears to the total compensation payable to dispose of or settle the claim;

(ii) we will not pay for any costs or expenses under 3.1 and 3.2 that are incurred after we have paid, or agreed to pay, an amount equal to the Limit of Liability.

4. **Optional Additional Benefit**

The optional additional benefit is only applicable to this policy if we have agreed to provide the cover to you, you have paid any additional premium required and the additional benefit is noted as being covered in the schedule. Otherwise such cover is excluded. We will cover you for your legal liability caused by or arising in connection with:

4.1 **Extended hot work**

   *hot work carried out on or near watercraft previously engaged in carrying explosives, ammunition or inflammable liquids or gasses or any work on or near any fuel tank, fuel pipeline or fuel bunker space.*

5. **Definitions**

When used in this policy, schedule or endorsements the following definitions will apply:

5.1 **Aircraft**

   *aircraft means any object that is intended to fly or move in or through the air, atmosphere or space.*

5.2 **Berth occupier’s liability**

   *berth occupier’s liability means your legal liability arising from your ownership, tenancy or use of a berth, jetty, pontoon or mooring in the course of your marina business.*

5.3 **Consequential loss**

   *consequential loss means loss of hire or loss of use of any watercraft as a direct consequence of property damage to the watercraft, liability for which is otherwise covered by this policy, but excluding liability for a delay in, or lack of performance by you or on your behalf of any contract or agreement.*

5.4 **Deliberate, reckless or wilful conduct**

   *deliberate, reckless or wilful conduct means any conduct being an act or omission to act where such act or omission is with intent to cause loss or recklessly and with knowledge that such loss would probably result.*

5.5 **Excess**

   *excess means the amount shown in the schedule which must be paid by you when you make a claim under this policy.*

5.6 **Gross charges**

   *gross charges means total charges (collected or uncollected) made by you in the course of your marina business during the period of insurance and included in the annual revenue as stated on your annual profit and loss statement/statement of financial performance.*
5.7 **Hot work**

*hot work* means work involving the use of oxyacetylene torches, soldering, welding or oil tank cleaning equipment but not work carried out on or near watercraft previously engaged in carrying explosives, ammunition or inflammable liquids or gasses or any work on or near any fuel tank, fuel pipeline or fuel bunker space.

5.8 **Legal defence, investigation and mitigation costs**

*legal defence, investigation and mitigation costs* means:

5.8.1 reasonable fees and expenses incurred by you, including investigation and mitigation costs after a claim under this policy has been notified to us, provided that we agree in writing to the basis and the rates of the fees and expenses to be incurred;

5.8.2 fees and expenses payable by you to another party by agreement or settlement in respect of a claim under this policy provided that we agree in writing to the amount to be paid before agreement or settlement is reached;

5.8.3 fees and expenses payable by you to another party in respect of a claim under this policy by order of any court or other tribunal made within the jurisdiction of the states, territories or Commonwealth of Australia.

5.9 **Medical persons**

*medical persons* means qualified medical practitioners, nurses, dentists and first aid attendants.

5.10 **Occurrence**

*occurrence* means an event, including continuous or repeated exposure to substantially the same general conditions, which results in loss, damage, liability or costs neither expected nor intended by you. All claims that result from one original source, or one original cause, shall be considered to have been caused by a single occurrence.

5.11 **Period of insurance**

*period of insurance* means the Period of Insurance stated in the *schedule* and any subsequent period we have agreed to renew this policy for.

5.12 **Personal injury**

*personal injury* means:

5.12.1 bodily injury, death, sickness, disease, disability, shock, fright, mental anguish, mental injury;

5.12.2 false arrest, false imprisonment, wrongful detention, malicious prosecution or humiliation;

5.12.3 libel, slander or defamation;

5.12.4 wrongful entry or wrongful eviction or other invasion of privacy.

5.13 **Pollutant**

*pollutant* means any solid, liquid, gaseous or thermal irritant or contaminant, including but not limited to smoke, vapour, soot, fumes, acids, alkalis, chemicals, waste, oil or petroleum products and waste includes material to be recycled, reconditioned or reclaimed.

5.14 **Pollution risks**

*pollution risks* means your legal liability directly or indirectly caused by or arising out of the sudden accidental or potential discharge, dispersal, emission, release, spillage, escape or seepage of *pollutants* into or upon any property, land, the atmosphere, seas, watercourse or body of water including liability to pay any costs and expenses incurred in the prevention, removal or clean-up of such *pollutants*, provided that such sudden accidental or potential discharge, dispersal, emission, release, spillage, escape or seepage does not arise from your deliberate, reckless or wilful conduct.
5.15 Premises occupier’s liability

Premises occupier’s liability means your legal liability arising from your ownership, tenancy or use of your marina in the course of your marina business, but does not include berth occupier’s liability.

5.16 Product

Product means anything which is or is deemed to have been manufactured, grown, extracted, produced, processed, sold, supplied, distributed, imported, exported, repaired, serviced, installed, assembled, erected or constructed by you (including packaging or containers) in the course of the your marina business.

5.17 Products liability

Products liability means your legal liability for personal injury or property damage caused by a defective product where the product formed part of repair, installation, assembly or maintenance work carried out by you on a watercraft and the personal injury or property damage occurred after the product has ceased to be in your possession or control.

5.18 Property damage

Property damage means physical loss, damage or destruction of tangible property that is not owned, used or leased by you.

5.19 Removal of wreck liability

Removal of wreck liability means your legal liability for the reasonable costs of removal or recovery of a watercraft where it is damaged, stranded, abandoned or sinks accidentally.

5.20 Schedule

Schedule means the Schedule attaching to and forming part of your policy, including any schedule substituted for the original schedule.

5.21 Subcontractors liability

Subcontractors liability means your legal liability for the negligence of your subcontractors engaged by you in the course of your marina business.

5.22 Temporary hire equipment

Temporary hire equipment means equipment hired or leased to you in the course of your marina business for a total continuous period not exceeding 120 days.

5.23 Temporary hire of equipment liability

Temporary hire of equipment liability means your legal liability for damage or loss of any temporary hire equipment.

5.24 Territorial limits

Territorial limits means anywhere within Australia or as amended in the schedule.

5.25 Terrorism

Terrorism means any act, or preparation in respect of action, or threat of action designed to influence the government de jure or de facto of any nation or any political division thereof, or in pursuit of political, religious, ideological or similar purposes to intimidate the public or a section of the public of any nation by any person or group(s) of persons whether acting alone or on behalf of or in connections with any organisation(s) or government(s) de jure or de facto, and which:

5.25.1 involves violence against one or more persons;
5.25.2 involves damage to property;
5.25.3 endangers life other than that of the person committing the action;
5.25.4 creates a risk to the health or safety of the public or a section of the public; or
5.25.5 is designed to interfere with or to disrupt an electronic system.
5.26 **Vehicle**

*A vehicle* means any type of machine (other than ship-lifters, marine travel lifts, jinkers, slipways, cradles or any other mobile ship-lifting device) including attachments that is designed to travel on wheels or on self-laid tracks made or intended to be propelled by other than manual or animal power.

5.27 **Watercraft**

*A watercraft* means anything made or intended to float on or in or travel on or through or under water other than fixed pontoons, berths or jetties, and includes its machinery, contents and equipment.

5.28 **You, your**

*you, your* means:

5.28.1 the Insured as named in the *schedule*;

5.28.2 subsidiary companies of the Insured as named in the *schedule* formed or constituted and incorporated in Australia;

5.28.3 the directors, employees, executive officers or partners of the Insured as named in the *schedule* but only whilst acting in such a capacity related to *your marina business*.

5.29 **Your marina**

*your marina* means the land and buildings or parts of buildings including car parks at the address noted in the *schedule*, owned, leased or used exclusively by you to carry on *your marina business*.

5.30 **Your marina business**

*your marina business* means and is limited to, *your ownership and/or operation of your marina*, which includes:

5.30.1 waterfront facilities including hoists, cranes and cradles used in connection with the *marina* operations, moorings, berths, ramps, piles, wharfs, jetties, docks, slipways, pontoons and walkways on, over or immediately adjacent to water subject to tidal movement;

5.30.2 floating plant and equipment used within the confines of the *marina*;

5.30.3 working boats used to ferry customers to and from moored *watercraft*;

5.30.4 *your* physical and legal control of *watercraft* owned by third parties, including whilst you are relocating such *watercraft* within the confines of the *marina*;

5.30.5 the provision of services to *watercraft* including fuel, water and sewage removal;

5.30.6 the provision of moorings, berths, buoys and the like;

5.30.7 storage of customers *watercraft*;

5.30.8 hauling and/or lifting out, slipping and/or launching of customers *watercraft*;

5.30.9 the sale of *watercraft* and *products*;

5.30.10 the service, repair and maintenance of *watercraft* and machinery, or parts thereof.
6. **Exclusions**

This policy does not insure you for your legal liability caused by or arising out of:

6.1 **Aircraft and watercraft**
   6.1.1 your ownership, construction, maintenance, servicing, operation or use by you of any aircraft;
   6.1.2 your ownership, charter or lease of any watercraft;
   6.1.3 the use, movement or delivery of watercraft in your care, custody or control other than for trial trips and movement incidental to your marina business within 100 kilometres of your marina;
   6.1.4 products installed in or on any aircraft or watercraft owned, chartered or leased by you; or
   6.1.5 the use by you as a landing area for aircraft of any property or structure owned occupied or controlled by you – the term ‘landing area’ includes any area on which aircraft taxi, land, take-off, are housed, maintained or operated.

6.2 **Asbestos**

death, injury, loss, damage or liability of any nature which is directly or indirectly connected in any way with asbestos.

6.3 **Assault and battery**

assault and battery committed by or at the direction of you unless reasonably necessary for the protection of persons or property.

6.4 **Contractual liability**

liability assumed by you under any contract or agreement.

This exclusion shall not apply to:

(i) liability that would have been implied by law in the absence of such contract or agreement;

(ii) written contracts or agreements agreed by us and specified in the schedule or to the extent that they adopt the standard terms published by peak industry bodies such as the Australian Ship Repairers Group or similar organisation approved by us in writing.

6.5 **Defective product**

the need to replace a defective product where it is manufactured by a third party.

6.6 **Employment liability**

6.6.1 personal injury to any employee or worker arising out of, or in the course of, their employment in your marina business, to the extent that you are indemnified or entitled to be indemnified under a policy of insurance or self insurance arrangements in accordance with any workers’ compensation or accident compensation legislation, or to the extent that you would have been entitled to be indemnified had you arranged insurance as required by such legislation.

6.6.2 any provision of any workers’ compensation legislation or any industrial award or agreement or determination.

6.7 **Exceeding capacity**

you knowingly exceeding the registered or rated capacity of any lift device, slipway or dry-dock.

6.8 **Faulty design**

6.8.1 the condemnation or rejection of any part or product by reason of faulty design, specification, formulae or pattern;

6.8.2 the need to repair, modify or replace any part or product by reason of faulty design, specification, formulae or pattern.
6.9 Fines, penalties and punitive damages
punitive, aggravated or exemplary damages, fines or penalties imposed by law.

6.10 Infidelity
infidelity or any act of a dishonest nature on your part or on the part of your subcontractors or employees.

6.11 Libel, slander and defamation
the publication or utterance of a libel, slander or defamation:
6.11.1 made prior to the commencement date of this policy;
6.11.2 made by you or at your direction knowing it to be false; or
6.11.3 related to advertising, broadcasting or telecasting activities conducted by you or on your behalf.

6.12 Nuclear, Chemical, Biological, Bio-Chemical and Electromagnetic Weapons
6.12.1 ionising radiations from or contamination by radioactivity from any nuclear fuel or from any nuclear waste from the combustion of nuclear fuel;
6.12.2 the radioactive, toxic, explosive or other hazardous or contaminating properties of any nuclear installation, reactor, or other nuclear assembly or nuclear component thereof;
6.12.3 any weapon or device employing atomic or nuclear fission and/or fusion or other like reaction or radioactive force or matter;
6.12.4 the radioactive, toxic, explosive or 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; or
6.12.5 any chemical, biological, bio-chemical, or electromagnetic weapon.

6.13 Other consequential loss
except to the extent specified above as consequential loss, this policy excludes any liability for payments under penalty clauses or for other consequential loss of any kind, including (but not limited to) detention, demurrage, loss of hire, loss of use or loss by diminution in value of any watercraft.

6.14 Product recall
the withdrawal, recall, inspection, repair, reconditioning, modification, reinstallation, replacement or loss of use of any product where such product is withdrawn or recalled from the market or from use in a particular application because of a known, alleged or suspected defect or deficiency.

6.15 Professional advice
the rendering of or failure to render professional advice by you, for a fee or otherwise, or any error or omission connected therewith, including but not limited to surveys, inspection or condition reports, and valuations of watercraft.

This exclusion shall not apply to the rendering of or failure to render medical advice or service by medical persons employed by you to provide first aid and other medical services on your premises.

6.16 Property in your physical or legal control
damage to property owned by, used by or leased by you, but excluding temporary hire equipment.

6.17 Reckless conduct
the deliberate, reckless or wilful conduct of you or your subcontractors.
6.18 Spray painting
property damage occurring as a result of overspray of paint or other substance and where such property damage is caused by you or your subcontractor failing to erect a purpose built spray booth or implement similar protective measures.

6.19 Strikes
property damage or personal injury arising from any strike, lockouts, labour disturbance, riot, civil commotion or act of any person taking part in any such activity.

6.20 Terrorism
any act of terrorism or steps taken to prevent, suppress, control or reduce the consequences of any actual, attempted, threatened, suspected or perceived terrorism.

6.21 Vehicles
6.21.1 the use, ownership or operation by you of any vehicle in circumstances in which the vehicle is required by law to have compulsory insurance against such liability;
6.21.2 the use, ownership or operation by you of any registered vehicle, such liability being for property damage.

6.22 War
whether directly or indirectly, war, civil war, revolution, rebellion, insurrection or civil strife arising therefrom or any hostile act by or against a belligerent power, capture, seizure, arrest, restraint or detainment (barratry and piracy excepted) and the consequences thereof or any attempt thereat, derelict mines, torpedoes, bombs or other derelict weapons of war.

7. General Conditions

7.1 Assignment
It is agreed that no assignment of this policy or any monetary sum which may be or may become payable under this policy is to be binding on or recognised by us unless a dated notice of such assignment signed by you and by the assignor in the case of subsequent assignment, is endorsed on this policy and the insurance with such endorsement is produced before payment of any claim or return of premium under this policy but nothing in this condition is to have effect as an agreement by us to the assignment of this policy in the event of a sale or transfer to a new management.

7.2 Cancellation
7.2.1 You may cancel this policy at any time by notifying us in writing.
7.2.2 When the policy is subject to the Insurance Contracts Act 1984, we may cancel the policy subject to the provisions of that Act.
7.2.3 Within 30 days of the effective date of cancellation, you must advise us of the actual gross charges figures for the period the policy has been in force to enable us to calculate the premium due for this period. The difference between this premium and the deposit premium will either be paid or allowed to you but subject to a retention by us of a minimum premium of 75 per cent of the proportionate part of the estimated annual premium for the period the policy has been in force.

7.3 Claims control
We are entitled (but not obliged) at our own cost to control or take over the conduct of the investigation, defence and/or settlement of any claim, suit or proceeding against you which is or is likely to be the subject of indemnity under this policy.
7.4 Claims settlement
In the event of a claim, we have the option of settling your loss by either payment, repair, reinstatement or replacement.

If you are liable for GST in respect of any goods, services or other supply which are the subject of a claim under this policy, we will pay you for that GST liability.

However:

7.4.1 where we make a payment under this policy for the acquisition of goods, services or other supply, we will reduce the amount of the payment by the amount of any input tax credit you are, or will be, or would have been entitled to under A New Tax System (Goods and Services Tax) Act 1999 in relation to that acquisition whether or not the acquisition is actually made;

7.4.2 where we make a payment under this policy as compensation for the acquisition of goods, services or other supply, we will reduce the amount of the payment by the amount of any input tax credit you would have been entitled to under A New Tax System (Goods and Services Tax) Act 1999 had the payment been applied to acquire such goods, services or supply.

7.5 Cross liability
Subject to clause 7.7 ‘Joint insureds’, where you are comprised of more than one party, each of the parties will be considered as a separate legal entity with the words ‘you’ and ‘your’ applying to each party in this same manner as if a separate policy has been issued to each party, provided that nothing in these conditions will result in an increase in our limit of liability in respect of any occurrence or period of insurance.

7.6 Headings
Headings have been included for ease of reference, but do not form part of the policy.

7.7 Joint insureds
Where you are comprised of more than one legal entity, information supplied to us will be deemed to have been furnished by or on behalf of all entities. Any information supplied to us or any omission or non-disclosure in relation to any renewal or endorsement of this policy will also be deemed to have been furnished, omitted or withheld on behalf of all entities.

7.8 Notice and proof of claim
When an occurrence happens which may give rise to a claim under this policy, you must take reasonable care to prevent or minimise any loss, damage, liability or costs covered by this policy and ensure that all rights against other parties are properly preserved and exercised. You must:

7.8.1 advise us within 30 days of full particulars of every occurrence, circumstance, claim, writ, summons, proceedings, impending prosecution, inquest or the like known to you;

7.8.2 use your best endeavours to preserve any damaged or defective property which may prove necessary or useful by way of evidence (together with any relevant documentation or records) in connection with any claim and, so far as may be reasonably practicable, no alteration or repair shall be made to any watercraft, premises, machinery, fittings, equipment or plant until we have had an opportunity to inspect and have provided our consent;

7.8.3 retain and preserve from destruction any business; documents and records that might foreseeably be connected with potential future claims, for a period of at least seven years;

7.8.4 not make any admission, offer, promise of payment in connection with any occurrence or claim under this policy without our written consent;

7.8.5 give to us all information and assistance as we may reasonably require in the prosecution, defence or settlement of any claim.

Zurich must have full discretion in the conduct of any negotiations or proceedings in connection with any claim.
7.9 Notification of material change
You must notify us in writing as soon as possible of any material change in the risk covered by this policy and pay any additional premium we may require.

7.10 Other insurance
Provided it is permitted by law, where two or more insurance policies have either been effected by you or effected on your behalf by another party covering the same risk, this policy will only cover the amount of the claim which exceeds the amount recovered under the other policy or policies, up to the limits provided for under this policy.

7.11 Premium
Subject to any agreement to the contrary this policy is in consideration of your payment of the minimum and deposit premium as stated in the schedule. If your actual gross charges for the period of insurance exceed the estimated gross charges on which the deposit premium was based, you agree to promptly pay any additional premium calculated by applying the agreed rate to the amount of such excess charges.

No deduction will be made from the gross charges in respect of any subcontracted work. You agree to keep a complete and accurate record of all gross charges for operations covered by this policy for examination by us or our representatives and you further agree to make an annual report of collected and uncollected charges to us within 30 days after the expiration of the period of insurance.

7.12 Proper law and jurisdiction
7.12.1 The construction, interpretation and meaning of the provisions of this policy shall be determined in accordance with Australian law.

7.12.2 In the event of any dispute arising under this policy including, but not limited to, its construction and/or validity and/or performance and/or interpretation, you will submit to the exclusive jurisdiction of any competent Court in the Commonwealth of Australia.

7.13 Reconstruction or conversion
You must notify us prior to commencing work on any watercraft that will result in any material change to the dimension, tonnage or type of watercraft. At our discretion we may either decline insurance for such work or require you to pay an additional premium.

7.14 Reasonable diligence
You must:

7.14.1 exercise reasonable care that only competent employees and subcontractors are engaged and take reasonable measures to maintain all premises, fittings and plant in a safe and sound condition;

7.14.2 take all reasonable precautions to:
(a) prevent personal injury and property damage;
(b) prevent the manufacture, sale or supply of defective products;
(c) ensure that you, your subcontractors and all independent contractors comply with all statutory obligations, by-laws or regulations imposed by any port or public authority for the safety of persons or property; and
(d) when performing hot work or extended hot work, obtain a gas free certificate and/or any other certificate or authorisation that may be required by law;

7.14.3 take reasonable action to trace, recall or modify any of your products containing any defect or deficiency of which you have knowledge or have reason to suspect any defect or deficiency.
7.15 Rights of subrogation
In the event of a payment made under this policy to you or on your behalf, we shall be subrogated to all your rights of recovery against any person or organisation. At our request and our expense, you shall do all things reasonably required by us for the purpose of enforcing any rights and remedies or of obtaining indemnity from other parties to which we are entitled pursuant to this policy.

7.16 Sanctions regulation
Notwithstanding any other terms or conditions under this policy, Zurich shall not be deemed to provide coverage and will not make any payments nor provide any service or benefit to you or any other party to the extent that such cover, payment, service, benefit and/or any business or activity of yours would violate any applicable trade or economic sanctions, law or regulation.

7.17 Valuation and foreign currency
All premiums, limits, retentions, indemnity and other amounts referred to in this policy are expressed and payable, where due, in Australian currency. Unless where otherwise provided, if judgment is rendered, settlement is denominated or an element of loss under this policy is stated in a currency other than Australian dollars, payment under this policy shall be made in Australian dollars at the cash rate of exchange for the purchase of Australian dollars as reported in the Australian Financial Review on the date the final judgment is reached, the amount of the settlement is agreed upon or the element of loss is due, as the case may be.