

Important changes to your Agriplan policy

We've updated our Agriplan policy. We have added some new benefits. Some of the changes will make it clearer as to what is and isn't covered. In a few instances, we've added certain exclusions or lowered limits to cover.

Below we have summarised some of these changes:

New definitions

We've updated a few definitions in our policy.

Aerial devices now includes 'drones'. Liability arising from the ownership or use of aerial devices is excluded under the Farmers Liability and Home Contents sections.

Bodily injury means injury (including death), illness, disability, disease, shock, fright, mental anguish or mental injury.

Dairy Shed is now defined as including the platform, milking plant, yards, fencing rails, canopies, all services including effluent pumps contained within the structure, wash down equipment, and the vat but only if the vat is owned by you. It does not include the effluent handling system

Irrigator is a machine specifically itemised on the schedule used for the dispersal of water and or effluent onto farm land but excluding pumps and fixed reticulation unless these are specifically noted on the schedule.

Tenant or tenants (only in respect of the home and home contents sections of this policy) means any person or persons (including the person's husband, wife, or partner, and the person's family) who have the right to occupy the home for a period of no less than 90 days:

- (a) in consideration of regular rental payments and are party to a tenancy agreement with you; or
- (b) as an employed farm worker; or as a sharemilker in consideration of regular rental payments or deductions, or as a condition of the sharemilking contract with the owner of the home.

Agriplan Home

New benefits for Maxi and Flexi

Alternative accommodation	We'll now cover the cost to move and store contents for up to 12 months, limited to a total of either 5% of the sum insured or \$30,000, whichever is greater. In the event of wide spread natural disaster we may choose to remove the 12 month limit.
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New benefits for Maxi only

Methamphetamine contamination	<p>We will pay up to \$30,000 to test, decontaminate and repair your tenanted home if it suffers loss as a result of methamphetamine manufacture or use by your tenants or persons at the home with your tenants' permission.</p> <p>You will need to make sure you comply with your landlord obligations described in the 'Conditions' section below.</p>
Stress payment	If the home is a total loss, we will pay an additional \$5,000 for the stress caused by this loss.

Revised benefits for Maxi only

Retaining walls	<p>Now: Limited to \$80,000 or the full replacement value if you used a valuation to set the sum insured for your home and retaining wall.</p> <p>Was: Limited to \$10,000.</p>								
Power generation equipment	<p>Now: Limit to \$10,000</p> <p>Was: No limit</p>								
Electric motors	<p>Now: Replacement value cover is available for all motors, regardless of age.</p> <p>Was: Replacement value cover was limited to electric motors up to 10 years old.</p>								
Swimming and spa pool liners	<p>Now: Replacement value.</p> <p>Was: Limited to indemnity value.</p>								
Landlord's Extension	<p>If you have paid the additional premium for Landlord's Extension, and have complied with your Landlord's Obligations, we will cover you for:</p> <table> <tr> <td>A. Malicious damage or theft up to \$30,000</td> <td>(new)</td> </tr> <tr> <td>B. Landlord's furnishings up to \$20,000</td> <td>(unchanged)</td> </tr> <tr> <td>C. Loss of rent due to loss covered by the policy \$40,000</td> <td>(unchanged)</td> </tr> <tr> <td>D. Loss of rent due to non-payment by tenants</td> <td>(new)</td> </tr> </table>	A. Malicious damage or theft up to \$30,000	(new)	B. Landlord's furnishings up to \$20,000	(unchanged)	C. Loss of rent due to loss covered by the policy \$40,000	(unchanged)	D. Loss of rent due to non-payment by tenants	(new)
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Agriplan Home

Exclusions

Unoccupied Home	<p>This exclusion has been amended to allow 30 days extension where you have to travel on medical commitments which means that you are absent from the home beyond the 60 day period;</p> <p>However, where you ordinarily occupy the home, but your travel or medical commitments mean that the home is unoccupied for a period exceeding 60 days, we agree to maintain cover under this policy for an additional period of 30 days, provided that the requirements shown in the exclusions are met.</p> <p>This exclusion will not apply if you notified us that you will be absent for more than 60 days, and we have agreed to maintain cover as long as your unoccupied farm house is tidy, locked, under regular supervision and is inspected internally and externally at least once a week.</p>
Illegal drug contamination	<p>Loss or liability arising from the manufacture, use or storage of illegal drugs is excluded however this exclusion doesn't apply to any cover that applies under the methamphetamine benefit (and where unknown persons break in the methamphetamine benefit will extend to apply) or any loss from fire or explosion.</p>
Other causes of loss that you are not covered for	<p>Criminal activity and intentional or reckless acts or omissions, loss damage, cost or liability arising from criminal activity (unless you were not aware it was occurring) or intentional or reckless acts or omissions of those covered is excluded.</p>

Conditions

New: Additional excess for casual use	<p>An additional excess of \$1,000 will apply where the property is made available for casual use by anyone in return for any form of payment.</p>
Landlord Obligations	<p>You or your managing agent will need to exercise reasonable care in the selection tenants and regularly inspect the property.</p> <p>For the Landlord optional additional benefit in Landlord's Extension to apply you or your managing agent must mitigate any claim by taking reasonable steps to find alternative tenants and actively monitor rent and take action if the rent is in arrears.</p>

Contents cover - Maxi

New benefits for Maxi only

New: Sharemilker's permanently wired appliances and carpets	This new benefit now provides cover for your Sharemilker's permanently wired appliances and carpet if they are not otherwise insured.
New: Overseas Travel	We'll cover your personal effects for up to \$5,000 for certain perils, if you are travelling to Australia or the Pacific Islands for up to 30 days.
New: Storage of Contents	Cover for contents in storage for up to 90 days. Cover will be for limited perils where contents aren't stored in a commercial facility. Limit \$20,000.
New: Tenant's Improvements	If you're renting, we'll cover items you own that are permanently installed and attached to the home you rent and live in, up to \$15,000 or 20% of the contents sum insured, whichever is the lesser.
New: Tertiary Accommodation	Cover for your children's personal effects up to \$5,000 while they are temporarily residing at a tertiary education institution.

Revised benefits for Maxi only

Fusion of electric motors	<p>Now: Replacement value cover available to all motors, age limit no longer applies.</p> <p>Was: Replacement value cover limited to motors up to 10 years old.</p>
Sports equipment	<p>Now: Covered for replacement value if under 2 years old.</p> <p>Was: Limited to indemnity value only.</p>
Camping, fishing and diving equipment	<p>Now: Only covered for replacement value if under 2 years old.</p> <p>Was: Replacement value regardless of age of item.</p>
Bicycles	<p>Now: Only covered for replacement value up to the limit if under 3 years old.</p> <p>Was: Replacement value regardless of age of item up to the limit.</p>
Specified jewellery	<p>We're introducing some new conditions for specified jewellery.</p> <ul style="list-style-type: none"> - In the event of a claim for burglary, theft or unexplained loss, a pre-loss valuation is required. - Individual items of jewellery or watches exceeding \$50,000 or where the total exceeds \$100,000 must be kept in a locked safe when not being worn by you or when you are absent from the building where the items are left.

Contents cover - Maxi

Revised benefits for Maxi only

Unspecified jewellery and watches

Now: Limited to a maximum amount of **15%** of the sum insured or **\$15,000**, whichever is the greater.

Was: Limited to a maximum \$10,000 for any one claim.

Portable computers (laptop or any other similar portable electronic devices)

Now: Covered for replacement value if under 3 years old.

Was: Covered for replacement value if under 12 months old.

Contents cover - Flexi

Revised benefits for Flexi

Boarding school	<p>This cover is now only available to Maxi cover.</p> <p>We will insure your children's contents whilst they are living in a boarding school, subject to the policy limits.</p>
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Flexi Cover - How we may settle your claim

Indemnity value	<p>Now: We will pay the indemnity value of your contents.</p> <p>Was: We will pay the replacement value to contents (except clothing, footwear etc. as listed).</p>
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Exclusions

Some new exclusions have been added	<p>Causes of loss that you are not covered for:</p> <ul style="list-style-type: none"> - loss caused to the tyres of bicycles and other mechanically propelled vehicles covered by this policy by the application of brakes or by punctures, cuts, or bursts or bursting, unless the bicycle or vehicle suffers other loss in an accident, or the loss is deliberate and is caused by a person not insured by this policy; - loss caused by scratching, chewing, tearing, or soiling by domestic pets where the occupant of the home is anyone other than you.
Unoccupied home	<p>This exclusion has been amended to allow 30 days extension where your travel or medical commitments mean that you are absent from the home beyond the 60 day period;</p> <p>However, where you ordinarily occupy the home, but your travel or medical commitments mean that the home is unoccupied for a period exceeding 60 days, we agree to maintain cover under this policy for an additional period of 30 days, provided that the requirements shown in the exclusion are met.</p> <p>This exclusion will not apply where you notify us and we agree to cover an unoccupied farm house which is tidy, locked, under regular supervision and is inspected internally and externally on a minimum weekly basis.</p>
New: Business use	<p>You won't be covered for any loss or liability arising from using your contents for professional or business purposes, use except for the limited cover provided by the benefit 12 – Property used for Trade, Professional, or Business use or, benefit 21 – Home Office or Healthcare Practice.</p>

Contents cover - Flexi

Conditions:

New: Additional excesses

Casual Use. An additional excess \$1,000 will apply where the property is made available for casual use by anyone in return for any form of payment.

Portable electronic equipment – An additional excess of \$150 per event will apply to claims for portable electronic equipment stolen or lost from your motor vehicle.

If you have received an **alarm discount**, and your contents are stolen from your home while you were absent but your alarm system was not turned on and/or activated. An additional excess of \$250 for each event will apply.

Motor cover

Revised benefits

Broken glass	The windscreen benefit has been renamed 'broken glass', and it now provides cover for lights for farm vehicles.
Tractor or implement tyres	If your tyres are damaged, the inner tubes are now covered. Any 'high value vehicle' excess will be limited to \$500 for tractor or implement tyre claims.
Trailers	Now: Regardless of the replacement value of the trailer, there is cover up to \$1,000. Was: No cover at all if the replacement cost of your trailer exceeded \$1,000.

Exclusions

Irrigators	Irrigators are not covered under the Motor section and must be itemised on the Farm Assets section.
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Farm Assets

Revised benefits

Fusion **Now:** Provided your electric motors and starter is less than 7.46kw (10hp) there is cover up to the sum insured.

Was: No cover at all if the replacement cost of your electric motors and starter exceeded to amount shown on the schedule.

Submersible pumps **Now:** Regardless of the replacement value of the item, there is cover up to the limit.

Was: No cover at all if replacement cost of the item exceeded the limit.

Transit Livestock & Refrigerated goods **Now:** It is automatically included as an additional benefit.

Was: Previously you needed to select and pay for this benefit.

Automatically included benefits

New: 13 Livestock death **Now:** It is automatically included as an additional benefit

Was: Previously you needed to select and pay for this benefit.

Optional Additional Benefits

New: 27 Culverts, and **Culverts and Stock underpass are now Optional Additional benefits in Agriplan.**

New: 36 Stock underpass **The cover is for listed perils and certain components of the culverts and underpass.**

Minor farm buildings **Now:** This has been increased to 30 square metres.

Was: Cover was previously restricted buildings under 20 square metres in area.

Area replacement **Where the schedule shows a square metre area replacement cover for your farm building, we will pay the cost to repair or rebuild up to that square meter area.**

This benefit does not apply to natural disaster losses.

Dairy farm benefits

Milk package cover **The Milk Packages released in 2013 now appear in the wording.**

These include:

- Failure of the dairy company to collect
- Milk Package cover
 - a) Milk Contamination
 - b) Deterioration of milk
 - c) Accidental Damage to Milk (as a result of Milk Contamination or Deterioration of milk)
- Additional Milk Penalties

Farm Assets

Lifestyle benefits

New: Lifestyle Farm Benefits	For Lifestyle farmers, there are now three new Lifestyle Optional Additional benefits available under the Farm Assets section; <ul style="list-style-type: none"> - Lifestyle Farm Assets - Lifestyle Farm Motor - Lifestyle Farmers Liability
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Farming Operations Interruption

Additional benefits

New: Deferral of Indemnity Period	Cover allows you to defer the commencement of the Indemnity Period up to 12 months following a loss.
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Cover a. additional costs:

What we will pay:	Now: Limit \$25,000. Was: Limit \$20,000.
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Cover for Sharemilkers	The additional costs cover now includes cover for Sharemilkers where interruption arises from damage to the milking platform or milking plant that they normally use.
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Machinery Breakdown

New optional additional benefits

New: Unspecified pumps	New Optional Additional benefit available to cover unspecified surface or submersible pumps up to the sum insured.
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Farmers Liability

Additional benefits

Pollutants This benefit has been reworded. There is now cover for liability arising from accidental overspray of agricultural chemicals. The time for detection has been extended from seven to 14 days.

Defence costs are now included in the limit of indemnity.

Exclusions

Fines and penalties This benefit has been reworded to clarify that the exclusion does not apply to fines and penalties imposed by dairy companies as a result of contamination or co-mingling of any third party's milk.

Statutory Liability & Employers Liability

New optional additional benefits

New: Defence costs Provides cover for defence costs where the policy is subject to a charge under Section 9 of the Law Reform Act 1936 and defence costs could not otherwise be paid, up to the limit shown on the schedule in aggregate over both the Statutory Liability or Employers Liability sections.

Other Changes

Forest and Rural Fires	<p>Boat – new cover added of \$5,000,000.</p> <p>Home – limit increased from \$100,000 to \$2,000,000.</p> <p>Home contents - limit increased from \$100,000 to \$2,000,000.</p>
Reparation	<p>This covers your liability to pay a reparation order to a victim who has suffered accidental property damage or accidental bodily injury. This cover applies only in criminal proceedings. If you're convicted of a criminal offence, the courts may order you to pay compensation to the victim by way of a reparation order. Our policy previously excluded cover for reparation but we will now cover claims for reparation for:</p> <p>Defence costs are not covered for criminal proceedings. For reparation cover to apply, you must tell us immediately if you are charged with an offence that could result in a reparation order covered by the policy. Also the liability must result from an accidental or careless act, as there is no cover for liability resulting from reckless or intentional acts. You should note that the cover for reparation does not apply to offences under health and safety legislation.</p> <p>Home - added reparation cover up to \$1,000,000.</p> <p>Home contents - added reparation cover up to \$1,000,000.</p> <p>Motor vehicles - added \$1,000,000 for private vehicles and \$10,000,000 for farm vehicles.</p> <p>Boats - added reparation cover up to \$1,000,000.</p> <p>Farmers Liability - reparation cover applies to the limit on the schedule, up to \$10,000,000.</p>

This is just a summary of some of the changes in your Agriplan Policy does not form part of your insurance contract with Vero. For full details of your cover, refer to your new Agriplan policy document at vero.co.nz/rural-insurance