

Schedule 12 – Information on Principal arranged construction insurance

To whom it may concern:

From **NZI, a division of IAG New Zealand Limited** *(Name of Insurance Company)*

 Auckland *(Branch)*

 1 Fanshawe Street, Auckland 1010 *(Address)*

Marsh confirm having effected insurance for:

 New Zealand Transport Agency *(The Principal)*

 Contract Works *(Class of insurance)*

In respect of **Road maintenance contracts and other contracts up to \$200 million except for referral contracts as attached** *(Project Title)*

Policy wording title is **Contract Works Insurance – Material Damage**

We advise that special terms, copy attached, have been applied to this policy **Yes**

The following provisions apply:

- Material damage/construction project specific policy
- Annual run-off policy
- Annual cut-off policy **(with respect to Road Maintenance Contracts)**

8.1.6

The following forces of nature are insured:

- | | | |
|---|---|---|
| <input checked="" type="checkbox"/> landslip | <input checked="" type="checkbox"/> earthquake | <input checked="" type="checkbox"/> tsunami |
| <input checked="" type="checkbox"/> tornado | <input checked="" type="checkbox"/> cyclone | <input checked="" type="checkbox"/> storm |
| <input checked="" type="checkbox"/> flood | <input checked="" type="checkbox"/> lightning strike | <input checked="" type="checkbox"/> volcanic activity |
| <input checked="" type="checkbox"/> hydrothermal activity | <input checked="" type="checkbox"/> geothermal activity | |

8.8.4

Construction period
(contracts attaching): from **30 June 2024** to **30 June 2025**

Maximum duration: **36 months**

Insurance maintenance period **Up to 24 months any one contract**

8.8.1

This policy has been endorsed to record as an additional insured:

The Contractor	All contractors as required by contract	Yes
Subcontractors	All sub-contractors as required by contract	Yes

The sums insured are (GST exclusive):

8.8.2(a)	Existing structure (limited to losses arising out of the works)	25% of contract value, minimum \$2,500,000 & maximum \$25,000,000
8.8.2(b)	Other structures in the vicinity	Not Applicable
8.8.2(c)	Contents	Not Applicable
8.3.3	Contract Prices, as per contract	Up to \$200,000,000
8.3.3(a)	Costs of demolition (varies depending on contract value)	\$7,500,000 to \$20,000,000
8.3.3(b)	Professional fees (varies depending on contract value)	\$5,000,000 to \$20,000,000
8.3.3(c)	Value of items to be incorporated	To be included in 8.3.3 above
8.3.3(d)	An allowance for an increase in construction costs	Up to 15%
8.3.3(e)	An allowance for increased reconstruction costs (varies depending on contract value)	\$1,000,000 to \$3,000,000
TOTAL SUM INSURED		\$

8.1.4 The policy deductibles are (GST inclusive):

Non-earthquake		As attached
Natural disaster	_____ % of _____ minimum of _____	As attached
Other (name)	_____	As attached

Where more than one policy is involved in insuring all of the above items a separate Schedule 12 shall be completed for each policy.

Policy cover terms included are:

8.2.2	Discretionary cancellation clause	Yes
8.2.3	Reinstatement provision on building and contents	Yes
8.2.3	Severally insured	Yes
	No Settlement delay due to exercise of subrogation	Yes
8.2.4	Void <i>ab initio</i> for non-payment of premium with prior notification	No
8.8.2	Covers damage arising out of the Contract Works	Yes

Policy extensions included are:

8.3.1	Transit (in New Zealand) (varies depending on contract value)	Yes	Sub limit (if applicable)
			\$2,500,000 to \$5,000,000

8.3.1	Materials in storage (in New Zealand) (varies depending on contract value)	Yes	\$5,000,000 to \$10,000,000
	Testing and commissioning	Yes	
	Expediting expenses	Yes	Up to 150% of normal costs, maximum \$10,000,000
	Overseas airfreight	Yes	
	Partial occupation	Yes	

We undertake that this policy will not be cancelled or amended by us within the period of insurance without written advice to the insured party which has arranged the insurances.

The insurance issued is subject to the terms and conditions of the policy. We do not warrant that this policy complies with the requirements of NZS 3916:2013.

Insurance Company
Stamp



Date 1 July 2024

(Or name of insurance broking company confirming cover)

Emma Rush

SIGNED BY Emma Rush

SIGNATORY TITLE Client Executive, Marsh, Wellington

(Clause numbers refer to NZS 3916:2013 and are for information only)

Information as to Principal's Insurance

Referral Contracts (Condition):

- (a) Disaster Recovery Works where the original estimated Contract Value exceeds \$50,000,000
- (b) Any other Contract where the original estimated Contract Value exceeds \$200,000,000
- (c) Where the original estimated Construction Period exceeds 36 months
- (d) Where the original estimated Defects Liability Period exceeds 24 months
- (e) Tunnels where the value of the structure is more than \$5,000,000
- (f) Bridges where the value of the structure is more than \$25,000,000
- (g) Wet works where the original estimated Contract Value exceeds \$25,000,000

For the purposes of this condition, bridge referrals shall include: new builds; deck replacements; any structural abutment or support works; or structural additions to existing bridge structures.

For the purposes of this condition, bridge referrals shall not include: bridge maintenance or inspection work; bridge resurfacing; work around a bridge structure that includes tie in works to the bridge; or work adjacent to an existing bridge not involving the bridge.

Excess:

In respect of Road Maintenance Contracts:

Each loss, except as noted below	\$500,000
Earthquake	Refer Earthquake Excess table below

Excess

In respect of Disaster Recovery Works:

Each loss, except as noted below	\$100,000
Major Perils	\$250,000
Flood	\$500,000
Landslip	\$1,000,000
Earthquake	Refer Earthquake Excess table below

Excess:

In respect of all other Contracts:

	Contract Value >0 to \$10m	Contract Value >\$10m to \$50m	Contract Value >\$50m
Each loss, except as noted below	\$25,000	\$50,000	\$100,000
Major Perils	\$50,000	\$100,000	\$250,000
Landslip	\$350,000	\$500,000	\$500,000
Wet Work Contracts	\$500,000	\$500,000	\$500,000
Tunneling Contracts (including excavations/ underpasses greater than 100m)	\$500,000	\$500,000	\$500,000

Earthquake Excess:

Earthquake for Wellington (Cresta zone 10)	5% of value at risk at time of loss, minimum \$50,000 any one contract site
Earthquake locations Northland, Auckland, Waikato, Otago or Southland	1% of value at risk at time of loss, minimum \$50,000 any one contract site
Earthquake locations other than the above	2% of value at risk at time of loss minimum \$50,000 any one contract site