

# Farm assets

**Your** Farm Assets are buildings plant equipment farm supplies agricultural produce (and other property for which **you** are responsible) whilst anywhere in New Zealand and which are used by **you** for the Business stated in the **schedule**. Farm Assets do not include **your** private dwelling(s) or their contents nor any animals or birds.

## ▶ A. What you are insured for

**You** are insured for accidental and sudden loss of or damage to **your** Farm Assets.

## ▶ B. What you are not insured for

**You** are not insured for:

1. Wear and tear, depreciation, rot, corrosion, rust, mildew, gradual deterioration, scratching, chipping, denting, shrinking or colour changes.
2. Loss or damage arising from subsidence, erosion or landslip or settlement, shrinkage or expansion of any structure.
3. The cost of rectifying any fault in design, manufacture or assembly.
4.
  - a. Mechanical breakdown
  - b. Electrical breakdown
  - c. Derangement
 of any mechanical, electrical or electronic machine.
5. Damage caused by electricity to fuses, protective devices or lighting or heating elements.
6. Property in the course of construction, erection or testing.
7. Loss of or damage to any:
  - a. vehicle or its parts or accessories
  - b. farm implement (or its parts or accessories) designed for use with a mechanical or horse drawn vehicle
  - c. aircraft or watercraft or their parts or accessories
  - d. growing crops, seedlings or cuttings and the like
  - e. land.
8. Loss of or damage to standing timber, fences, live hedges, live shelter belts, bridges or property located below the ground unless specified in the **schedule**.
9. Any consequential loss or loss of use.
10. Loss, liability, prosecution or expense of any type connected in any way with a building or structure being affected by:
  - a. moisture or water build-up or the penetration of external moisture or water, or
  - b. the action or effects of mould, fungi, mildew, rot, decay, gradual deterioration, micro-organisms, bacteria, protozoa, or any similar or like forms,
 that is caused directly or indirectly by:
  - i. non-compliance with the New Zealand Building Code, or
  - ii. faulty design or faulty specification, including but not limited to faulty sequence, procedure or programme, or
  - iii. faulty materials, or
  - iv. faulty workmanship,

when the building or structure was constructed, manufactured, altered, repaired, renovated or maintained.

This exclusion does not apply however to loss that is caused by or directly arises from the leakage of internal pipes, internal water systems or internal cisterns.

## ▶ C. The amounts you can claim

1. Following loss of or damage to Farm Assets (other than any glass/shade/cloth/tunnel house and the like or any motor more than five years old) this insurance will pay the cost of repair.
2. If unable to be repaired because of such loss or damage, and **you** replace, this insurance will pay the cost of replacement of **your**
  - a. building (except for any glass/shade/cloth/tunnel house and the like) by an equivalent building which meets **your** requirements at any location but State will not pay more than the cost of replacement at the location stated in the **schedule**.
  - b. other Farm Assets (except for motors more than five years old) by an equivalent item to the nearest capacity.
 Repair or replacement will use current materials and methods and include the cost of changes to meet lawful requirements of any local authority or statute but not for work **you** have already been instructed to do prior to the loss or damage.
3. In all other cases, this insurance will pay the amount of loss or damage but not more than the estimated cost of restoring **your** Farm Assets as nearly as possible to the same condition they were in immediately before the loss or damage using current materials and methods.
4. Following loss of or damage to **your** Farm Assets, this insurance will pay incurred reasonable architect's fees, surveyor's fees, demolition costs and the cost of removing debris and other property.

## ▶ D. Extensions

1. This insurance extends to include loss or damage directly caused by the burning out of:
  - a. any motor located on or above the ground, or
  - b. any motor specified in the **schedule**,
 for an amount not exceeding \$2,500 any one happening or the Fusion Limit shown in the **schedule** whichever is the greater.
2. Where a contamination or spoilage limit is shown in the **schedule** this insurance extends to include contamination or spoilage of milk or refrigerated Farm Assets.

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