

## **EQUINE ECONOMIC SLAUGHTER AND PERMANENT LOSS OF USE EXTENSION CLAUSE**

*(For attachment to the LE (UK & Overseas) Livestock Policy)*

In consideration of the premium paid it is hereby understood and agreed that this Insurance is extended as follows:

Notwithstanding Exclusion 1 of this Insurance, if during the Period of this Insurance an Insured Animal, in the opinion of the Insured's and the Underwriters' Veterinary Surgeons, is rendered permanently incapable of fulfilling the purpose for which it is kept or employed and stated in the Schedule, and such incapacity justifies the destruction of the Animal for economic reasons, this Insurance shall, subject to confirmation of destruction during the Period of this Insurance by the Veterinary Surgeon specified by the Underwriters, indemnify the Insured up to but not exceeding 75% (seventy five per cent) of the lesser of the Fair Market Value of the Insured Animal or the Sum Insured specified in the Schedule in respect of such animal.

It is a Condition Precedent to the Underwriters' Liability under this Extension that the incapacity referred to above results directly from an accident sustained or illness or disease contracted during the Period of this Insurance and advised to the Underwriters in accordance with Condition 6.

Any disagreement between the Insured's and the Underwriters' Veterinary Surgeons over any permanent incapacity of the Insured Animal shall be referred to an independent Veterinary Surgeon agreed upon by both parties who will act as arbitrator and whose decision shall be binding on both the Insured and the Underwriters. The costs of such arbitration shall be shared equally by the Insured and the Underwriters.

Should an Insured Animal have sustained during the period of this Insurance an accident or have contracted an illness or disease, which has been immediately advised to the Underwriters, but such accident, illness or disease, does not manifest itself as a permanent incapacity until after the expiry date of this Insurance, claims shall be considered under this Extension providing the permanent incapacity as agreed by both Veterinary Surgeons shall have arisen within 12 months from the date of occurrence of the accident, illness or disease. In the event of an accident, illness or disease occurring within the Policy Period the Underwriters shall have the option of removing the said Animal for examination and/or treatment by the Underwriters' appointed Veterinary Surgeons.

It is agreed that in the event of settlement by the Underwriters under this extension, the Underwriters shall if they so elect take undisputed ownership of the Animal in question and all papers pertaining to it.

This Extension **does not cover**:

- (a) Any loss as a result of blemishing,
- (b) Any loss due to an Animal's inability to breed other than as a direct result of or directly arising out of an accident, illness or disease,
- (c) Any loss as a result of an Animal being barred from participating in shows by virtue of the regulations laid down by any Society or Breed Association in respect of horses suffering from a wind condition or which have been operated on for such conditions.
- (d) any loss as a result of lack of ability or suitability or behavioural problems.

**ALL OTHER POLICY TERMS AND CONDITIONS REMAIN UNALTERED.**

*APL LOU 75%  
NMA2646 (Substitute)*