Technical FACT sheet
Products liability
Aviation industry

What is the purpose of this policy?
The coverage for ‘Products liability’ insures the client against statutory liability risk exposure as manufacturer or subcontractor in the aviation industry, regardless of whether in relation to the production of aircraft, parts, embedded systems or services.

‘Products liability’ also covers material and nonmaterial consequential loss suffered by third parties.

Who would be interested in this policy?
Manufacturers and vendors in the aviation industry: aircraft builders, manufacturers of aircraft engines and parts, maintenance and repair companies.

What does this policy cover?
Premises and operations liability
covers the financial consequences of statutory liability of the insured party towards third parties during the conduct of its activities. This includes, for example, maintenance or repair works.

Hangar keeper’s liability
covers the financial consequences of statutory liability of the insured party for damages caused to objects of customers entrusted to the insured party (including aircraft).

Products Liability insurance
covers the financial consequences of statutory liability of the insured party towards third parties for personal injury and material and nonmaterial damages caused by aviation industry products after their delivery.

Optional insurance: statutory liability linked to war risk and related risks (AVN52)
Scope of the coverage

Terms and conditions of validity
The insurance resulting from the damage-causing fact covers the insured party against the financial consequences of the damage incidents where the damage-causing fact arises between the start of the coverage and the cancellation date or expiration date of the coverage, whatever the date of the other composite elements of the damage incident.

The contract is only valid where the policyholder submits proof that the company is run in accordance with the statutory regulations governing the sector. In addition, the company must comply with the rules governing operation permits. All of these restrictions apply for the full duration of the contract.

Specifically, the company must hold the qualifications and licenses required for the aviation industry activity it conducts. To this end, the company will comply with the technical prescriptions imposed by governmental authorities and/or manufacturers.

Aviabel has the right, but not the obligation, to have the representations verified by representatives designated by the insurer. Additionally, Aviabel may opt for inspection of the company or all documents relating to the operations permit.

Upon demand, the policyholder and insured party must take all steps deemed necessary by Aviabel to prevent damage incidents.

What is excluded?
Along with the exclusions generally applicable to all insurance contracts, the following damages are not covered:

- The consequences of noncompliance with the contractual obligations, such as guarantees, delivery periods or penalties against the policyholder and which exceed normal statutory obligations.
- Charges based on the act of 30 June 1979 linked to the objective liability for fire and explosion or based on any other mandatory insurance, coverage of which is not specifically stated in the general or special terms and conditions;
- Liability as owner, renter, holder or user of a vehicle that falls under the act on mandatory statutory liability normal insurance of motor vehicles;
- The liability for accidents with an impact on a personnel member of the policyholder while that personnel member is performing his/her job under the supervision of the policyholder.

The general and special conditions specify the underwritten insurance and reciprocal obligations between the insurer and the policyholder in more detail.

Technical properties

How is the rate determined?
- a complete description of the activities
- the nature of the risk and the desired limits and coverage
- information on the claims history over the past five years

The acceptance of the risk by the insurer depends on a preliminary insurance proposal (questionnaire).

Coverage extensions
- Pure financial loss
- Products recall
- Care, custody and control
- Test flights for maintenance shops
- War risk and related risks (AVN52)

This technical policy sheet is intended to clarify and describe the details of the insurance product. Under no circumstances may this policy sheet be used as the basis for a complaint or legal action. The general terms and conditions of the policy are at all times decisive. We therefore recommend that you read these general terms and conditions thoroughly.