

9. PERMANENT LOSS OF USE/ECONOMIC SLAUGHTER EXTENSION

In the event of the bull(s) insured hereunder manifesting during the currency hereof a condition that whilst not necessitating destruction for humane reasons does during the currency hereof and in the opinion of both the Assured's and the Underwriters' Veterinary Surgeons render the bull permanently incapable of fulfilling the functions or duties for which it is kept or employed as stated in this Certificate of Insurance and further necessitates the destruction of the bull for economic reasons, this insurance will pay a percentage amount as per schedule of the sum insured as stated in the Certificate of Insurance on receipt of confirmation by a Veterinary Surgeon of the bull's destruction having taken place during the currency.

It is precedent to liability hereunder that such condition referred to above is the direct result of an accident, illness or disease sustained or contracted during the currency of this insurance that has already been advised to Underwriters in accordance with the contact details below.

Should the bull have sustained during the currency of this insurance an accident, illness or disease which has been advised to Underwriters in accordance with the contact details below and within the currency hereof 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 recoverable under this Extension providing the permanent incapacity, as agreed upon by both Veterinary Surgeons and subsequent destruction occurs within 3 months of the expiry date of this insurance.

It is a condition precedent to liability hereunder that the Assured shall at his own expense, complete any form or provide any information as may reasonably be required by underwriters to substantiate the loss.

WARRANTED: The bull(s) insured hereunder is/are either

1. certified to be fertile, serving satisfactorily and free from any visible defect capable of affecting fertility at inception of this extension. i.e. has a proven use to lose.
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2. If bought at Breed Society Auction Sale, has/have first satisfactorily fulfilled the guarantee of fertility given at time of sale UNLESS any loss hereunder can be proved to be the direct result of an accident, illness or disease arising after the date of sale and within this Loss of Use extension period.

SCHEDULE OF PERCENTAGE INDEMNITY

In the event of a condition, as herein defined above, occurring which renders a bull permanently incapable of natural service, permanently infertile (sterile) or both:

100% (one hundred per cent) Indemnity shall become payable during currency for bulls aged up to 5 years of age at inception.

75% (seventy five per cent) Indemnity shall become payable during currency for bulls aged over 5 years and under 6 years of age at inception.

In the event of a condition, as herein defined above, occurring where the bull is not so totally and permanently incapable of fulfilling the full function for which he is kept but economic slaughter is still deemed necessary by both veterinary surgeons then the Underwriters hereon shall at all times reserve the right to negotiate a reduced indemnity settlement on the basis that liability hereunder shall bear a direct relation to the degree of infertility or incapacity to serve suffered.

In the event of any occurrence which is likely to give rise to a claim hereunder the Insured shall immediately give notice to;