

## Livestock Insurance Scheme for Borrowers

<b>Participation</b>	All banks involved in livestock lending and all insurance companies interested to participate in this scheme.
<b>Eligibility</b>	All borrowers availing loan from banks for the purchase of livestock covered under LISB
<b>Loan covered</b>	All livestock loans up to Rs.5 million for the purchase of animals
<b>Joint insured</b>	Bank and the borrower
<b>Period of insurance</b>	Yearly renewal insurance
<b>Animals covered</b>	<ul style="list-style-type: none"> <li>• All local dairy, milch animal, fattening animals comprising (Buffaloes, Cows &amp; Bulls) (Age from 9 months to 7 Years old)</li> <li>• All Imported animals as per terms &amp; conditions of underwriting guideline of the participating Insurance Companies</li> </ul>
<b>Insured perils</b>	<ul style="list-style-type: none"> <li>• Death due to disease/natural</li> <li>• Death due to flood, heavy rains, wind storm</li> <li>• Accidental death</li> </ul>
<b>Premium</b>	<ul style="list-style-type: none"> <li>• Up to a maximum of 4% per annum of amount insured excluding applicable levies</li> <li>• Bank will be responsible for collection &amp; payment of premium to the Insurer.</li> </ul>
<b>Indemnity</b>	<ul style="list-style-type: none"> <li>• Up to the insured amount of loan or individual price of animal as declared by bank.</li> <li>• Maximum sum insured is PKR 5,000,000 per borrower.</li> <li>• 20% compulsory deductible each and every claim.</li> </ul>
<b>Documentation</b>	<ul style="list-style-type: none"> <li>• Name &amp; address of the loanee</li> <li>• Loan detail</li> <li>• Description of Animals to be insured;</li> <li>• Purchase invoice of new animals;</li> <li>• The Insurance company and bank will ensure tagging through third party arrangement;</li> <li>• Photographs of animal insured</li> <li>• Veterinary certificate/certificate of health</li> <li>• A list of animals will be provided in writing</li> <li>• Copy of CNIC of loanee</li> </ul>
<b>Claim Process</b>	<ul style="list-style-type: none"> <li>• Insured/branch will inform immediately to the Company via email, phone call, SMS, writing etc. and will wait for at least 24 hours before disposing off the carcass.</li> <li>• Insurance company shall arrange a veterinary doctor approved by Pakistan Veterinary Medical Council to investigate the cause of loss and issue a death certificate.</li> <li>• The insured/branch will submit the claim form duly stamped and signed within 14 days.</li> <li>• Insurance company shall settle the claims within 30 days of claim lodgment.</li> </ul>

<b>Others Modalities</b>	<ul style="list-style-type: none"> <li>• Evidence of Death</li> <li>• Free access of inspection of animal</li> <li>• Complete document, veterinary attendance and certificate confirming the cause of death.</li> <li>• Identification of Animals</li> <li>• In case tag is lost, the insured/BM/ACO shall immediately inform to the insurance company;</li> <li>• The insured farmer/bank will ensure inoculation/vaccination for recommended disease by Registered Veterinary Officer (Private/Government) within 15 days of purchase of animal.</li> <li>• Insurance Company and Bank shall be responsible for tagging of the insured animals for which a mechanism will be devised with mutual consent.</li> </ul>
<b>Main Exclusion</b>	<ul style="list-style-type: none"> <li>• Death due to Rinderpest, Blackquarter, Hemorrhagic Septicemia, Anthrax and Foot &amp; Mouth Disease if the animal is not inoculated/ vaccinated.</li> <li>• Pre-existing diseases or injuries</li> <li>• Change of location without prior permission in case of; <ul style="list-style-type: none"> <li>• Transport of animal by land vehicle beyond 25 kms from the place of farming.</li> <li>• Transit by foot beyond 50 kms from the place of farming..</li> </ul> </li> <li>• Slaughter of the animal under the order of the government</li> <li>• Epizootic illness</li> <li>• Participation in fairs, exhibitions, markets or contests</li> <li>• Poisoning</li> <li>• Riot, strike &amp; civil commotion.</li> <li>• Sabotage and terrorism.</li> </ul>