

27 July 2017

**Circular 479**

**To all Sasria Agents and Intermediaries**

Effective date: Immediately

Limitation of cover: Extensions listed in the Sasria Coupon

**Cover for underlying policy extension in relation to Sasria**

Sasria SOC Limited issued Communique 22 and Circular 470 providing guidance on the underwriting of policy extensions in relation to Sasria cover. Due to a number of enquiries and claims received, we have identified a concern on the interpretation and application of the limits for extensions.

The Sasria policy wording confirms that the Sasria Coupon incorporates the terms, conditions, exceptions, exclusions and warranties of the underlying policy to which it attaches. **However it does not automatically incorporate the extensions.** Each extension must be listed in the schedule of insurance and a sum insured allocated per extension. The sum insured per extension must be factored into the calculation of the Sasria premium. The extensions allocated is charged per extension.

A schedule showing a breakdown of all additional extended covers included (together with the sum insured) must be attached to the coupon.

**Please note:**

**1. Limit of indemnity**

- 1.1. The limit of indemnity is the selected and paid-for sum insured that is listed on the Sasria coupon.
- 1.2. This is an annual limit that **cannot** be reinstated following a claim.
- 1.3. Listed extensions are **not subject** to the R500 000 000 aggregate.

**2. Free extensions**

Any single extension which has been claimed for and where the free extension limit has been reached; **cannot** be reinstated until renewal of the policy and coupon.

- 2.1. Commercial lines – R250 000 limited per extension; with an overall R1 000 000 annual aggregate for this section.
- 2.2. Personal lines – R100 000 limited per extension; with an overall R250 000 annual aggregate for this section.
- 2.3. The above limits apply for **ALL** extensions selected on the Coupon and does not apply only to the first selected Extensions
- 2.4. The automatic free cover is only applicable to fire extensions as stipulated by Sasria SOC Ltd Regulations

Should you have any queries, kindly contact us on [contactus@sasria.co.za](mailto:contactus@sasria.co.za)

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