

# FlyCovered – Pay As You Fly+ Commercial Drone Insurance

## Insurance Product Information Document

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**TOKIO MARINE**  
**KILN**

This document is a summary of the key information relating to the FlyCovered Pay As You Fly+ Commercial Drone Insurance Policy. Full terms and conditions can be found in the Policy wording, which is available on the FlyCovered website. If you purchase the Pay As You Fly+ Commercial Drone Insurance Policy you will also receive a Policy schedule showing the specific details of your policy and the cover(s) you have selected. Please take time to read the Policy documents when you receive them. It is important that you tell us as soon as possible if any of the information is incorrect. If you have any questions about your coverage or special requirements, please contact Covered Insurance.

### What is this type of insurance?

This is an Unmanned Aircraft System (UAS) insurance policy which provides cover for the potential risks arising from ownership of UAS, whilst the UAS is in flight on days selected and booked by you through your FlyCovered account ('insured flying days'), on the ground or in transit by you or the UAS operator, in connection with business and commercial activities during the Policy period. For purposes of this insurance UAS includes payload (detachable or non-detachable). Cover also includes physical loss of or damage to UAS spares.

When you purchase the Policy you are automatically provided with 30 'insured flying days' for each UAS. You may purchase 10 or 5 or 1 additional 'insured flying days' through your FlyCovered account as many times as required during the Policy period and the documents confirming the purchase of such days will be sent to you by email and also shown in your FlyCovered account.



### What is insured?

You will receive up to the limits shown in the Policy schedule, less any applicable deductible, in respect of the following during the Policy period:

#### Physical Loss or Damage

✓ physical loss of or damage to the UAS

and

physical loss of or damage to UAS spares

#### Legal Liability to Third Parties

✓ all sums you become legally liable to pay as compensatory damages for bodily injury and/or property damage to third parties caused by an occurrence arising from use of the UAS

and:

premises liability

invasion of privacy

noise liability

war and related perils (including cyber act)

#### Optional additional coverages

1. Physical loss of or damage to the UAS caused by Strikes, Malicious Acts (including cyber act) and Hi-jack
2. Alternative Hire Costs
3. Operators Indemnity
4. Liability to UAS Operators
5. Cyber Extension – Loss of Digital Assets
6. Chemical Legal Liability



### What is not insured?

We will not pay any claim that relates to:

#### Physical Loss or Damage

- ✗ wear and tear or deterioration of the UAS.
- ✗ defect, malfunction, breakdown or failure howsoever caused in any unit of the UAS and the consequences thereof within that unit. However, physical loss of or damage to the UAS consequent upon such defect, malfunction, breakdown or failure is covered.
- ✗ loss of or damage to an engine unit caused by the ingestion of stones, grit, dust, sand, ice or any corrosive or abrasive material or any other substance which has a progressive or cumulative engine damage effect. Such loss or damage shall be regarded as wear and tear or deterioration and shall be excluded. However, ingestion causing sudden loss or damage to the UAS which is attributable to a single identifiable incident is covered.
- ✗ the UAS being used for any illegal activity or whilst participating in air shows or air racing events/meets.
- ✗ theft unless theft by others involving violent and forcible entry.
- ✗ scratching/fogging of payload lenses unless UAS suffers damage at the same time.
- ✗ mechanical/electrical derangement of UAS spares.
- ✗ unexplained loss of UAS spares.
- ✗ rot, fungus, vermin, dryness, humidity.
- ✗ war and related perils unless optional additional coverage 1 is purchased.

#### Legal Liability to Third Parties

- ✗ bodily injury sustained by anyone employed by you.
- ✗ property damage to any property belonging to you or the UAS operator or in your/their care, custody and control
- ✗ the presence (or threatened presence) of asbestos.
- ✗ liability arising from an air meet, air race, air show nor any stand used for accommodation of spectators.
- ✗ seepage, pollution or contamination unless optional additional coverage 6 is purchased.
- ✗ operation of an airfield control tower.
- ✗ war and related perils (including cyber act) in respect of premises liability, invasion of privacy and noise liability



## Are there any restrictions on cover?

- !! illegal use of the UAS or use for any purpose other than business and commercial activities.
  - !! taking off, landing or attempting to do so in a place not recommended by the UAS manufacturer unless due to a forced landing or due to force majeure.
  - !! UAS or UAS spares not packed in accordance with manufacturers guidelines or secure case when in transit, storage or not in use.
  - !! claims payable under other insurance.
  - !! liability assumed or rights waived under any agreement.
  - !! any UAS physical loss or damage sustained or bodily injury and/or property damage caused by an occurrence during flight where you have not selected and booked the day as an 'insured flying day' through your FlyCovered account nor received a confirmation email from Covered Insurance Services Limited containing a certificate of insurance for such day.
  - !! you warrant that you will satisfy all of the following warranties before the insurer can be liable or for any applicable coverage to apply. Cover shall be suspended until the breach of warranty is remedied (and section 11 of the Insurance Act 2015 shall not apply, so that there need be no causal link between the breach and the loss, damage or liability):
- during the Policy period, the UAS operator is required to hold every permission, licence and certificate legally required to perform the activities covered in each country in which they operate (where applicable). Where specific permissions / licences / certification is / are not required for the activities covered in a particular country the UAS operator is to comply with the regulations / requirements for UAS operations in that country.
  - any UAS operator undergoing a flight assessment and / or examination which forms part of their continuation training is to be supervised by a training course examiner / instructor at all times.
  - you shall comply with all international and national regulation, with air navigation and airworthiness orders and requirements issued by any competent authority affecting the safe operation of the UAS, and shall ensure that:
    - the UAS is airworthy at the commencement of each flight;
    - all log books and other records in connection with the UAS which are required by any official regulations in force from time to time shall be kept up to date and shall be produced to the insurer or their agents on request;
    - your employees and agents comply with such orders and requirements.
  - each UAS will not exceed thirty (30) kg.
  - any UAS with inbuilt 'Return to Home' function will have it set to 'on' at all times except where the UAS is over water when it is set to return to a suitable fixed location on land or vessel.



## Where am I covered?

Worldwide excluding Algeria, Burundi, Cameroon, Central African Republic, Democratic Republic of Congo, Ethiopia, Kenya, Mali, Mauritania, Nigeria, Somalia, The Republic of Sudan, South Sudan, Colombia, Peru, Afghanistan, North Korea, Pakistan, Georgia, Ukraine, Russia, Iran, Iraq, Lebanon, Libya, Egypt, Syria, Yemen, United States of America and protectorates



## What are my obligations?

- You must take reasonable care to give us complete and accurate answers to any questions we ask
- You must tell us about any changes to the information in the Policy schedule or change which may affect your cover
- You must pay your premium on time
- You are obliged to pay the deductible for each claim, as shown in the Policy schedule



## When and how do I pay?

The premium is paid as one-off payment by debit or credit card. However, Covered Insurance Services Limited who sold you the Policy, may offer you the ability to pay by monthly instalments.



## When does the cover start and end?

The cover will start and end on the dates shown on the Policy schedule.



## How do I cancel the contract?

- If you cancel within 14 days of the start date of the Policy (or on the day you receive the Policy, if that's later), we'll refund any money paid – providing no claim has been made.
- If you cancel after the 14-day 'cooling off' period, any return premium will depend on how long the policy has been in force and whether there has been a claim.
- To cancel, contact Covered Insurance by telephone on 0208 059 8542 or in writing to Covered Insurance, PO Box 581 Grays, RM169QU or by email to [info@flycovered.com](mailto:info@flycovered.com)
- If you have purchased and not used 'insured flying days' in your FlyCovered account, the return premium due to you for these days will be calculated at a proportionate daily rate from the date of purchase and the days remaining on the policy. The premium for used additional insured flying days will not be returned to you.