

Domestic Pre-delivery Cover

BENEFITS

Protects during the period of pre-delivery (manufacture), with cover starting the day the contract is signed, up to delivery of the goods.

Available normally if you already have cover for the post-delivery risk.

RISKS COVERED

Insolvency of your insured buyer: Which means any of the following events granted against your insured buyer¹:

- A provisional compulsory sequestration order.
- Provisional acceptance by the court of a voluntary surrender of estate.
- A provisional winding-up order.
- Acceptance of a statutory compromise or scheme of arrangement binding on all creditors.
- A provisional judicial management order.

Withdrawal of cover: Credit Guarantee's withdrawal of, or reduction in, the credit limit which precludes you from making any further deliveries.

Business rescue: Which is the formal process introduced in terms of Chapter 6 of the Companies Act providing for the rehabilitation of financially distressed companies.

BASIC POLICY STRUCTURE

Insured percentage: The percentage of the insured contract price which will be paid by Credit Guarantee in the event of loss.

Premium: Calculated on the total insured contract value and is payable monthly.

GENERAL EXCLUSIONS FROM COVER

- Government buyers.
- Subsidiary/associated companies.
- Loss due to:
 - Any actual/alleged breach of contract by you.
 - Any dispute relating to an insured contract resulting in non-payment, until such time as the dispute is resolved.

¹ A buyer to whom a credit has been granted.