



CONSTRUCTION ALL RISK – INSURANCE (CAR)

Every year many new building projects are initiated in Spain, both by construction companies and private owners. It is not unusual that unforeseen circumstances occur which may pose a serious setback.

WHAT does the CAR insurance cover?

In Spain the insurance cover applies to the building and for the construction material, as far as it is spatially and objectively related to the construction in progress.

WHICH costs are refunded?

The CAR - insurance covers those costs necessary to put the construction back into the state it was in prior to the incident. The cover applies mainly for material damages, but also for stolen construction equipment and damages to the building due to weather conditions. In the case of damages through vandalism, the insured has the obligation to prove that the premises were correctly protected and closed off to trespassers.

WHAT documents are asked for by insurers?

- Construction plan (Memoria de Obra)
- Estimate of costs (Presupuesto)

WHO offers CAR insurance?

Plenty of insurers offer this type of insurance. The conditions tend to be homogenous.

However premiums might vary and it is commendable to have expert insurance brokers scan the market for you.