

Motor Trade Road Risks

Policy



All information in this document is correct at the time of printing (July 2013), for full up to date information please visit our website www.coveainsurance.co.uk

CO
vea Insurance

24 Hour CLAIMS Assistance

Please keep the card below in a
safe place in case you need to
contact the helpline.

Please contact our Motor Trade team
as soon as possible after
any incident involving a vehicle
covered by this policy

Motor Trade Care Line
0844 902 2220



Give your **Covéa Insurance Motor Trade Care Line** adviser the following:

- Policy Number, your name/driver's name
- Vehicle make, model and registration number
- Details of incident including name and address of the other driver, their insurance company, policy number and car registration number

Motor Trade Care Line
0844 902 2220



Introduction

Thank **You** for choosing Covéa Insurance.

This is **Your** Motor Trade Road Risks policy.
It sets out the details of the cover **You** have
with Covéa Insurance.

In return for **You** having agreed to pay **Your**
premium including any tax applicable and
subject to the policy terms and conditions, **We**
will provide the insurance described in this
contract during the **Period Of Insurance**.

Please keep **Your** policy in a safe place, as **You**
may need to refer to it if **You** make a claim or if
You require assistance.

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Claims Information

CLAIMS NUMBER

Motor Trade Care Line
0844 902 2220

In the event of any incident involving a vehicle covered by this policy, contact **Our** Motor Trade team as soon as possible on the above number.

How to make a claim

If **You** need to tell **Us** about an incident involving a vehicle covered by this policy, telephone the [Covéa Insurance Motor Trade Care Line](#). **Our** Motor Trade team will record the details of the incident and advise **You** of the next steps in the process.

Please provide **Us** with the following information:

- Policy Number, **Your** name, driver's name
- Vehicle make, model and registration number
- Nature of incident
- Name and address of the other driver, their insurance company, policy number and car registration number
- Police incident number if applicable (this is a requirement for theft claims)
- Accident police reference number (if police attended the scene)

How we deal with your claim

After **You** have reported the incident, **Our** Motor Trade Team will register **Your** claim and send **You** a statement of facts containing a record of the information provided by **You**. If any of the information in the statement of facts is incorrect **You** must advise **Us** within seven days of receipt of the document. If **We** do not hear from **You** **We** will assume the information **You** have provided is accurate.

You will be required to provide a copy of the current driving licence, or photocard and counterpart, for **You** and the driver of the vehicle (if not the policyholder) together with any other information needed to deal with **Your** claim.

What should I do in the event of an accident?

Do

- Get as much information as **You** can as soon as possible.
- Ask the other drivers involved for their names, addresses and telephone numbers.
- Ask for the name of their insurers and if possible their Policy or Certificate number.
- Send to **Us** any letters or documents **You** receive in connection with the accident before **You** reply to them.
- Make a note of the vehicle registration numbers, along with the make, model and colours of the other **Vehicle** involved. Also note all relevant details such as weather conditions.
- Make a note of any injuries or damage to other property.
- Make a note of the number of passengers in the other driver's vehicle.
- Ask for the names and addresses of any witnesses before they lose interest and leave the scene.
- If the police attend the scene, obtain the address of the police station and if possible their reference number.
- Contact the [Covéa Insurance Motor Trade Care Line on 0844 902 2220](#) as soon as possible to report the matter, **even if you don't intend to make a claim.**

Don't

- Discuss at the scene whose fault the accident seems to have been.
- Apologise or admit any fault or liability.
- Forget to record the details of damage caused to any property or injury to anyone involved.

What the Law Says

- If **You** are involved in any accident involving an injury to any person or damage to any other **Vehicle** or property **You** must stop.
- Give **Your** name, address and insurance details to anyone who has a good reason for asking.
- If there is an injury or **You** do not give **Your** details to anyone at the scene, **You** must report the matter to the police within 24 hours.

What should I do if my Vehicle is stolen?

- Call the Police immediately and obtain a crime reference number
- Contact the [Covéa Insurance Motor Trade Care Line on 0844 902 2220](#) to report the matter to **Us**
- **We** will need the following documents/items so please make sure **You** have these to hand:
 - Vehicle Registration Document (V5 or Log book)
 - Current MOT Certificate
 - Purchase Receipt
 - All sets of keys for the vehicle
 - Copy of **Your** Driving Licence

When **We** have received all necessary information **We** will make **You** an offer for **Your** vehicle subject to the terms and conditions of **Your** policy.

If **Your Vehicle** is recovered at any stage, either before or after **We** have sent the settlement cheque to **You**, please contact **Us** immediately with the vehicle location. This will enable **Us** to move the vehicle to one of **Our** agents. Failure to do this may result in **You** becoming liable for any towing and storage charges.

We/Us/Our/The Company

Covea Insurance plc.

The Policyholder/Insured/You/Your

The person or persons, company or companies declared in the **Schedule** under the heading “Insured”.

Your Spouse

The legally married husband or wife, or common law partner living and registered at the same address as **You**.

Certificate of Motor Insurance

Your current valid **Certificate Of Motor Insurance** has the same number as this policy. The Certificate also sets out who may drive the **Insured Vehicle** and the purpose for which the **Insured Vehicle** may be used.

Insured Vehicle

Any motor vehicle, which is:

1. **Your** property;
2. the property of **Your** spouse, if he or she is declared as a driver on this policy;
3. held in trust by **You** or in **Your** custody or control for motor trade purposes; or
4. a vehicle leased to the **Policyholder** on a lease agreement with a minimum initial duration of 12 months.

It must not be:

- (a) a vehicle being driven by or in the custody or control of any company, partnership or person not declared in the **Certificate of Motor Insurance**;
- (b) a vehicle used for hire, reward or teaching someone to drive (using the vehicle only for breakdown purposes or under a trade plate to transport goods for demonstrating purposes in line with the regulations that apply to trade licences is not classed as hire or reward);
- (c) a vehicle transporter, with or without a trailer, that can carry more than two vehicles;
- (d) a vehicle being carried on a vehicle transporter or vehicle transporter and trailer, capable of carrying more than two vehicles at any one time; or
- (e) a vehicle hired or leased to the **Policyholder** on a short-term agreement of less than 12 months;
- (f) a vehicle that has been seized by any government or public authority unless at the time of seizure the vehicle was:
 - (i) **Your** property; or
 - (ii) the property of **Your Spouse** if he or she is declared as a driver on this policy; or
 - (iii) held in trust by **You** or was in **Your** custody or control for motor trade purposes.

Definitions

continued

We shall not be liable for any accident, injury, loss, damage or liability whilst the following vehicles are used other than for motor trade purposes:

- (a) a commercial vehicle over 3.5 ton;
- (b) a Caravanette, Motorhome, Motorcycle, quad bike, three wheeled vehicle or kit vehicle;
- (c) a vehicle manufactured in the USA or Canada unless specifically manufactured for sale in the United Kingdom;
- (d) a vehicle having more than seven passenger seats;
- (e) a vehicle manufactured before 1 January 1980;
- (f) a vehicle modified from the manufacturers original specification to improve performance; or
- (g) a vehicle with a fibreglass bodyshell.

Schedule

Your details and details of the sections of this insurance document which apply to **You**.

Period of Insurance

The length of time covered by this insurance as shown in the **Schedule**.

Excess

The amount **You** must pay following loss of or damage to the **Insured Vehicle**. The actual amount is shown on the **Schedule**.

Endorsements

Special terms or restrictions which affect the policy cover. The **Endorsement** numbers which apply are shown on the **Schedule**.

Territorial Limits

Great Britain, Northern Ireland, Channel Islands, the Isle of Man and during sea transit between ports in these areas.

Trade Market Value

Applicable to vehicles which are **Your** property or the property of **Your** spouse if he or she is a named driver on the policy.

The cost to replace the **Insured Vehicle** which is the price **You** would pay at that time to buy one replacement vehicle with the intention of selling it, for a profit, at a later date. The vehicle must be of a similar make, model, year, mileage and condition. **We** use such publications as Glass's Guide to set the **Trade Market Value** of the vehicle.

Market Value

Applicable only to vehicles not the property of **You**, **Your** spouse or any person named on the **Certificate of Insurance** and which are in **Your** custody or control for the purpose of upkeep, service or repair.

The cost to replace the **Insured Vehicle** which is the price a member of the public would pay at the time to buy one replacement vehicle.

Definitions

continued

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The vehicle must be of a similar make, model, year, mileage and condition. **We** use such publications as Glass's Guide to set the **Market Value** of the vehicle. Contents of customer's vehicles are not covered.

Business Premises

The business address (or addresses) shown in the **Schedule** and any house, building, structure or land used by, owned by or occupied by **You** or any partner, fellow Director, employee or named driver for:

1. maintaining;
2. repairing;
3. selling;
4. displaying; or
5. keeping;

any motor vehicle.

Keeping, is defined as leaving any **Insured Vehicle** on land used by **You** or any partner, fellow Director, employee or named driver on a regular basis for the parking or storing of any motor vehicle. Any private residence **You** or any named driver occupies is not a **Business Premises** for the purpose of this insurance.

We will not pay for loss of or damage to any **Insured Vehicle** whilst:

- (i) in or on the **Business Premises**;
or
- (ii) on a road at or within 400 metres of the **Business Premises**, unless in the course of a journey.

Customer Information

Registration and Regulatory Information

Insurance cover is provided by Covea Insurance plc.

Registered in England and Wales No. 613259.

Registered office: Norman Place, Reading, Berkshire RG1 8DA

Covea Insurance plc is authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority. **Our** Firm Reference Number is 202277. **You** can check this on the Financial Services Register by visiting the FCA's website www.fca.org.uk/register or by contacting the FCA on 0800 111 6768.

Complaints procedure

It is always **Our** intention to provide a first class standard of service. However **We** do appreciate that occasionally things go wrong. In some cases **Your** broker or intermediary who arranged the insurance will be able to resolve any concerns, and **You** should contact them directly.

Alternatively, if **You** need to complain, please contact **Us** at the following address, quoting **Your** policy or claim number.

Customer Relations, Covéa Insurance,
Norman Place, Reading RG1 8DA.
Telephone: 0844 902 1000
Website: www.coveainsurance.co.uk

Full details of the Covéa Insurance Internal Complaints Procedure are detailed in our leaflet 'Complaints Procedure' which is available on request or may be downloaded from **Our** website at www.coveainsurance.co.uk/complaints.

If **You** should remain dissatisfied, once Covéa Insurance has had the opportunity to resolve **Your** complaint, **You** may be eligible to refer **Your** complaint to the Financial Ombudsman Service (FOS). For further details they can be contacted at South Quay Plaza, 183 Marsh Wall, London E14 9SR. www.financial-ombudsman.org.uk

Financial Services Compensation Scheme

We are covered by the Financial Services Compensation Scheme (FSCS). **You** may be entitled to receive compensation from the scheme if **We** cannot meet **Our** obligations.

Further information is available from the Financial Services Compensation Scheme, 7th Floor, Lloyds Chambers, Portsoken Street, London E1 8BN. www.fscs.org.uk

Law Applicable to Contract

It is possible to choose the law applicable to a contract of insurance covering a risk situated in the United Kingdom. **We** have chosen Scottish Law if **You** live in Scotland and English Law if **You** live elsewhere in the United Kingdom.

Payment of **Your** premium is evidence of acceptance of **Our** choice. If any other law is to apply, it must be agreed by both parties and evidenced in writing.

Exchange of Information

Insurers pass information to the Claims and Underwriting Exchange Register, run by Insurance Database Services Ltd (IDS Ltd) and the Motor Insurance Anti-Fraud and Theft Register, run by the Association of British Insurers (ABI). The aim is to help **Us** to check information provided and also to prevent fraudulent claims. **We** will pass information to the appropriate register(s). In dealing with any claim **We** may search the register(s).

In order to prevent or detect fraud **We** will check **Your** details with a fraud prevention agency, who will record the search. Searches will be made with other insurers. If fraud is suspected other relevant details will be shared with those insurers. Other users of the fraud prevention agency may use this information in their own decision making processes. **You** can find out which fraud prevention agencies are used by contacting **Us** at info@coveainsurance.co.uk.

Conditions applicable to all Sections

The policy and **Schedule** shall be read together. Where a particular word or expression has been given a specific meaning, this meaning or expression will apply wherever the word or expression appears.

Claims procedure and requirements

1. In the event of any accident, injury, loss or damage, **You** or **Your** legal representative must at **Your** own expense:

- (a) give **Us** full details as soon as possible after any incident involving a vehicle covered by this policy by phoning the [Motor Trade Care Line on 0844 902 2220](tel:0844 902 2220) which is available 24 hours a day, 365 days a year;

After **You** have reported the incident, **Our** claims team will send **You** a statement of facts containing the details **You** have provided and request any further information required to proceed with **Your** claim;

- (b) send to **Us** any letters or documents **You** receive in connection with the event before **You** reply to them;
- (c) take all reasonable precautions to prevent further injury, loss or damage;
- (d) immediately inform the police of the theft of or attempted theft of or malicious damage to the **Insured Vehicle** and obtain a crime reference number;

- (e) send to **Us** upon receipt any writ summons or other legal process issued or commenced against **You**;
- (f) notify **Us** of any impending prosecution, coroners inquest or fatal accident enquiry or the intended issue of any writ summons or other legal process by **You** or on **Your** behalf;
- (g) supply all estimates, information and assistance as may be required by **Us** and **Our** appointed agents.

2. **We** shall be entitled to:

- (a) take and keep possession of the **Insured Vehicle** and to deal with the salvage in a reasonable manner;
- (b) negotiate, defend or settle in **Your** name or on **Your** behalf, any claim made against **You**;
- (c) prosecute in **Your** name, for **Our** benefit, any claim against any other person in respect of any amount paid or payable.

3. **You** must not:

- (i) abandon any property to **Us**;
- (ii) negotiate or repudiate any claim without **Our** written consent.

Reasonable precautions

You must take all reasonable precautions to avoid injury, loss or damage and maintain the **Insured Vehicle** in a safe and roadworthy condition.

Conditions applicable to all Sections

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continued

Alteration in risk

You must tell **Us** or **Your** insurance adviser immediately of any alteration in risk that materially affects **Your** policy.

Material information would include:

- (a) a change in the way the vehicle is used;
- (b) the vehicle's location;
- (c) a change to the people who will be insured, their driving history or their health;
- (d) any other information, which makes losses more likely to happen or more serious if they do happen.

Cancellation

- (a) if **You** cancel **Your** policy within 14 days of the latter of either:
 - (i) the inception or renewal date;
 - (ii) the date from which **You** receive the contractual terms and conditions;

You are entitled to a proportionate return of **Your** premium less a service charge of £25. This applies even if a claim is made on **Your** policy. If **You** cancel **Your** policy after 14 days **You** are also entitled to a proportionate return of the premium less £25, if no claim has been made.

In either case, the **Certificate of Motor Insurance** must be returned to Covéa Insurance in order to cancel the insurance policy together with written notification of **Your** intention to cancel the policy.

- (b) **We** or any agent appointed by **Us** and acting with **Our** authority may at any time cancel this policy by giving **You** 7 days notice in writing, by recorded delivery letter, to **Your** last known address. On return of the **Certificate of Motor Insurance**, **We** will refund that part of **Your** premium which applied to the rest of the policy.
- (c) if **You** pay the premium for this policy by **Our** instalment plan and any of **Your** monthly instalments are not paid by the due date, the balance outstanding shall become payable. **We** will give **You** 7 days written notice and if the balance outstanding remains unpaid, the policy will be cancelled on expiry of such notice and **You** must return **Your Certificate of Insurance** to **Us** immediately.

Information Supplied

We will only provide the cover described in this policy if:

- (a) all the terms and conditions of this policy so far as they apply have been met by **You** or any one claiming under this policy;
- (b) any information given by **You**, and on which this contract is based, is complete and correct as far as **You** know.

Conditions applicable to all Sections

continued

Right of Recovery

If the law of any country in which **You** policy operates requires **Us** to settle a claim which **We** would not otherwise have paid, **We** have the right to recover this amount from **You** or from the person who incurred the liability.

Sharing of Claims

If **You** are Insured by any other policy for loss or damage which results in a valid claim under this policy, **We** shall not be liable to pay more than **Our** rateable proportion. Nothing in this condition will impose on **Us** any liability from which **We** would have been relieved by the Exception to Section 2, item 1(d).

The Motor Insurance Database

It is a condition of the policy that **You** supply such details of the vehicles whose use is covered by the policy as required by the relevant law applicable in Great Britain and Northern Ireland for entry to the Motor Insurance Database.

Failure to declare vehicles owned by **You** will prejudice **Your** claim. **We** may at **Our** option reduce cover to Third Party Only, which means damage to the **Insured Vehicle** will not be covered.

Information relating to **Your** insurance policy will be added to the Motor Insurance Database ("MID") managed by the Motor Insurers' Bureau ("MIB"). MID and the data stored on it

may be used by certain statutory and/or authorised bodies including the Police, the DVLA, the DVLANI, the Insurance Fraud Bureau and other bodies permitted by law for purposes not limited to but including:

- (i) electronic licensing;
- (ii) continuous insurance enforcement;
- (iii) law enforcement (prevention, detection, apprehension and or prosecution of offenders);
- (iv) the provision of government services and or other services aimed at reducing the level and incidence of uninsured driving.

If **You** are involved in a road traffic accident (either in the UK, the EEA or certain other territories), insurers and or the MIB may search the MID to obtain relevant information.

Persons (including his or her appointed representatives) pursuing a claim in respect of a road traffic accident (including citizens of other countries) may also obtain relevant information which is held on the MID.

It is vital that the MID holds **Your** correct registration number. If it is incorrectly shown on the MID **You** are at risk of having **Your** vehicle seized by the Police. **You** can check that **Your** correct registration number details are shown on the MID at www.askmid.com.

Conditions applicable to all Sections

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continued

Fraud

We will not pay the claim and all benefit under the policy is forfeited if **You** or anyone acting for **You** makes a claim under the policy knowing the claim to be false, fraudulently inflated or supported by fraudulent documents or if loss, damage or injury is caused by **Your** wilful act or with **Your** connivance. This includes providing false information regarding the circumstances of the loss or damage.

Exceptions applicable to all Sections

We shall not be liable in respect of:

Exception 1 – Use and driving

Any accident, injury, loss, damage or liability while the **Insured Vehicle** is being:

- (a) used to **Your** knowledge for any purpose not permitted by the **Certificate Of Motor Insurance**;
- (b) driven by or is in the charge of any person who to **Your** knowledge is not named in the **Certificate Of Motor Insurance**;
- (c) driven by **You** unless **You** hold a licence to drive such Vehicle or have held and are not disqualified from holding or obtaining such a licence;
- (d) driven with **Your** consent by any person who to **Your** knowledge does not hold a licence to drive such a Vehicle, unless such person has held, and is not disqualified from holding or obtaining, such a licence;
- (e) driven by any person who holds a provisional licence;
- (f) used for racing, pacemaking, speed-testing, rallying, reliability trials, competition or whilst driven on a motor sport circuit;
- (g) being driven in an unsafe, unroadworthy or damaged condition or does not have a valid MOT certificate when needed;
- (h) being driven with a load or number of passengers which is unsafe;

- (i) carrying an insecure load;
- (j) towing a trailer which is unsafe or has an insecure load;
- (k) towing more trailers than the law allows; or
- (l) being let out on hire.

Exception 2 – Agreements

Any liability **You** accept by agreement or contract unless liability would have applied in any event. It is agreed that this policy is to be construed as if the Contracts (Rights of Third Parties) Act 1999 had not been enacted.

Exception 3 – War Risks

Any consequence of war, invasion, act of foreign enemy, hostilities (whether war is declared or not), civil war, rebellion, revolution, insurrection or military or usurped power other than is necessary to meet the requirements of the Road Traffic Acts.

Exception 4 – Earthquake or Riot

Any loss, damage, accident or liability caused by:

- (a) earthquake; or
- (b) riot or civil commotion happening in Northern Ireland or outside the United Kingdom.

Exceptions applicable to all Sections

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continued

Exception 5 – Nuclear Risks

Any loss, damage, accident or liability caused directly or indirectly by:

- (a) ionising radiations or contamination by radioactivity from any nuclear fuel or from any nuclear waste from burning nuclear fuel; or
- (b) the radioactive, toxic, explosive or other hazardous properties of any explosive nuclear assembly or nuclear part of such assembly.

Exception 6 – Sonic Booms

Any loss, damage, accident or liability caused directly or indirectly by pressure waves caused by aircraft or aerial devices travelling at sonic or supersonic speeds.

Exception 7 – Pollution

Any loss, damage, accident or liability resulting or arising from or directly or indirectly caused by or contributed to or arising from pollution or contamination unless this pollution or contamination is directly caused by an incident which occurs in its entirety at a specific time and place during the **Period of Insurance** and is sudden and identifiable and unintended and unexpected other than is necessary to meet the requirements of the Road Traffic Acts. All pollution that arises out of one incident shall be considered to have occurred at the time the incident took place.

Exception 8 – Hazardous Goods

Any loss, damage, accident or liability resulting or arising from or directly or indirectly caused by or contributed to or arising from:

- (a) hazardous, dangerous or explosive goods or substances; or
- (b) explosion, sparks or ashes from **Your Vehicle**, or from any trailer or machinery attached to, or detached from it.

Exception 9 – Airport Risks

Any loss, damage, injury or liability while the **Insured Vehicle** is in, or on, any part of an aerodrome, airport or airfield used:

- (a) for the take-off or landing of aircraft or for the movement of aircraft on the surface; or
- (b) as aircraft parking aprons including the associated service roads and ground equipment parking areas.

Exception 10 – Indirect Losses

Any loss to **You**, arising directly or indirectly as a consequence of any accident, damage or injury, unless specifically covered by a section of this policy.

Policy Cover

Section 1 – Loss of or Damage to Your Vehicle

Accidental Damage

We will pay for loss of or damage, other than by fire, theft or attempted theft, to the **Insured Vehicle** and its accessories and spare parts in or on the **Insured Vehicle**, occurring during the **Period Of Insurance** within the **Territorial Limits**.

Fire and Theft

We will pay for loss of or damage to the **Insured Vehicle** and its accessories and spare parts while in or on the **Insured Vehicle**, caused by fire, theft or attempted theft occurring during the **Period Of Insurance** within the **Territorial Limits**.

The Most We will pay

1. For damage or loss to an **Insured Vehicle**.

We may choose to repair or replace the **Insured Vehicle**, accessory or spare part or pay an amount up to the **Trade Market Value** of the **Insured Vehicle** (including spare parts or accessories) or the Own Vehicle Indemnity Limit for Section 1, shown in the **Schedule**, whichever is less.

We will not pay more than the Own Vehicle Indemnity Limit for Section 1, shown in the **Schedule**, for loss of or damage to any one **Insured Vehicle**.

2. For damage or loss to vehicles not owned by **You**, **Your** spouse or any person named on the **Certificate of Insurance** and which are in **Your** custody or control for the purpose of service, upkeep or repair.

We may choose to repair or replace the **Insured Vehicle**, accessory or spare part or pay an amount up to the **Market Value** of the **Insured Vehicle** (including spare parts or accessories) or the Customer Vehicle Indemnity Limit for Section 1, shown in the **Schedule**, whichever is less. **We** will not pay more than the Customer Vehicle Indemnity Limit for Section 1, shown in the **Schedule**, for loss or damage to any one **Insured Vehicle**.

If to **Our** knowledge the **Insured Vehicle** belongs to someone else or is part of a hire purchase or leasing agreement, any payment for loss of or damage to the **Insured Vehicle** that is not made good by repair, reinstatement or replacement may, at **Our** discretion, be made to the legal owner whose receipt shall be a full discharge of **Our** liability. **We** will not enter into negotiation with any third party with regard to valuation of **Your** Vehicle.

3. Should the **Insured Vehicle** be uneconomical to repair or be stolen and not recovered and **You** pay **Your** premium by the Covéa Insurance instalment scheme **We** will deduct any outstanding balance when **We** settle **Your** claim.

Section 1 – Loss of or Damage to Your Vehicle

continued

We will also pay

For the reasonable costs of protection and removal to the nearest repairers and delivery to **You**, at the address shown on the **Schedule**, following a claim covered by this policy.

Exceptions that apply to Loss of or Damage to Your Vehicle

We will not pay for:

1. any vehicle:
 - (i) in or on the **Business Premises**;
or
 - (ii) on a road at or within 400 metres of the **Business Premises**, unless in the course of a journey;
2. depreciation of the **Insured Vehicle**;
3. any decrease in the value of the **Insured Vehicle** following repair;
4. any cost or part of any cost of repair which improves the **Insured Vehicle** beyond its condition before the loss or damage;
5. wear and tear of the **Insured Vehicle**;
6. mechanical, electrical, electronic, computer or computer software breakdowns, failures, faults or breakages;
7. damage to tyres caused by braking, punctures, cuts or bursts;
8. confiscation, requisition or destruction by or under order of any government or local authority;
9. the **Excess** shown on the **Schedule** for each and every occurrence to any one **Insured Vehicle**. Any event leading to a claim for an **Insured Vehicle** will be treated as a separate incident for the purposes of the policy and each **Insured Vehicle** will be subject to the appropriate **Excess**. If the **Insured Vehicle** is damaged while a young or inexperienced person is driving, or in charge of the **Insured Vehicle**, **You** will have to pay the first part of the cost as shown below. This is on top of any other excesses **You** may have to pay;
 - drivers Under 25 £500;
 - inexperienced Drivers over 25 £200;
10. any claim under this Section of the policy resulting from theft or attempted theft whilst the ignition keys have been left in or on the **Insured Vehicle** or if all the doors, windows and other openings have not been closed and locked;
11. any loss or damage caused by overloading or improperly loading the **Insured Vehicle** in a way that the **Insured Vehicle** was not designed for;
12. loss or damage to the **Insured Vehicle** arising directly or indirectly from work on the **Insured Vehicle** by **You** or any person working for **You** or on **Your** behalf;

Policy Cover

Section 1 – Loss of or Damage to Your Vehicle

continued

13. loss or damage to the **Insured Vehicle** resulting from fraud or deception or by use of a counterfeit or other form of payment which a bank or building society will not authorise or by theft or attempted theft by a purported purchaser or his agent;
14. loss or damage to the **Insured Vehicle** arising from the malicious act of any employee or partner or member of **Your** family;
15. any loss or damage greater than £250 to any permanently fitted radios, cassette players, compact disc players, CB radios, telecommunication equipment, satellite navigation, gaming consoles, DVD or video equipment;
16. loss of use of the **Insured Vehicle**;
17. loss or damage caused by an inappropriate type or grade of fuel being used;
18. loss of or damage to any motorcycle, quad bike or trike (three wheeled motorcycle);
19. if the **Insured Vehicle** is damaged and a part or accessory cannot be repaired or replaced, **We** will only pay **You** the amount shown in the manufacturers last United Kingdom list price. If the **Insured Vehicle** is an imported vehicle and the part or accessory has never been available in the United Kingdom, **We** will only pay the manufacturers list price in the country the **Insured Vehicle** came from. **We** will not pay for the cost of importing any part or accessory needed to repair the **Insured Vehicle**.

Section 2 – Third Party Liability

Your Liability

We will insure **You** against all sums **You** are legally liable to pay arising from:

- (a) death of or bodily injury to any person for an unlimited amount; or
- (b) damage to property up to £1,000,000.

The above limits apply in respect of any one claim or a number of claims arising from one incident caused by or arising out of the use of the **Insured Vehicle** or a trailer attached to the **Insured Vehicle**.

Liability of other persons driving or using the Insured Vehicle

On the same basis and limits that **We** insure **You** under this Section **We** will also insure the following persons:

- (a) any person allowed by the **Certificate Of Motor Insurance** to drive the **Insured Vehicle**;
- (b) any person who is using, but not driving, the **Insured Vehicle** with **Your** permission; or
- (c) any person, at **Your** request, who is travelling in, or getting into or out of, the **Insured Vehicle**.

Legal Personal Representatives

In the event of death of any person insured by this Section, **We** will insure the legal personal representatives of the deceased person against any liability covered by this Section.

Emergency Treatment Fees

We will pay for emergency treatment fees as required by the Road Traffic Acts.

Legal Costs

In connection with any liability which is insured by this Section, **We** will pay:

- (a) the fees of any solicitor appointed by **Us** to represent anyone insured under this Section during proceedings in any court of summary jurisdiction or at any coroner's inquest or fatal accident inquiry;
- (b) the cost of legal services arranged by **Us** to defend a charge of manslaughter or causing death by dangerous driving; or
- (c) other costs and expenses incurred with **Our** written consent.

Exceptions to Third Party Liability

1. The insurance provided under this Section will not apply:
 - (a) to the driver unless that person holds a licence to drive the **Insured Vehicle**, or has held, and is not disqualified from holding or obtaining, such a licence;
 - (b) to any person who is not driving the **Insured Vehicle**, if to the knowledge of that person, the driver does not hold a licence to drive the **Insured Vehicle** unless the driver has held and is not disqualified from holding or obtaining such a licence;

Policy Cover

Section 2 – Third Party Liability

continued

- (c) to death, bodily injury or damage arising off the road as a result of the loading or unloading of the **Insured Vehicle** by anyone;
 - (d) to any person where the liability is insured under another policy; or
 - (e) to death of or bodily injury to any person arising out of, or in the course of, the employment of such person by any person **We** insure under this Section, except as required by the Road Traffic Acts;
 - (f) to death injury or damage arising directly or indirectly from work on the **Insured Vehicle** by **You** or any person in **Your** service or acting on **Your** behalf, except as required by the Road Traffic Acts.
- 2. We shall not be liable for loss of or damage to:
 - (a) property belonging to, or in the custody or control of, any person insured under this Section;
 - (b) any Vehicle, which is insured under this Section; or
 - (c) any luggage trailer attached to the **Insured Vehicle** or attached to any Vehicle covered by this policy, which **Your Certificate Of Motor Insurance** permits **You** to drive, or any property carried in or on such luggage trailer.
- 3. **We** shall not be liable for any liability, loss or damage arising directly or indirectly from any vehicle in or on the **Business Premises**, or within 400 metres of the **Business Premises**, apart from the cover **We** must provide under the Road Traffic Acts or any laws, which apply to Motor Insurance.
- 4. **We** shall not be liable for any liability, loss or damage arising directly or indirectly from acts of terrorism as defined in the UK Terrorism Act 2000, except where **We** need to provide the minimum insurance required by the Road Traffic Acts.
- 5. **We** shall not be liable for any claim for loss of use of the **Insured Vehicle**.

Compulsory insurance cover outside the Territorial Limits

Your policy provides the minimum cover **You** or **Your Spouse** if he or she is declared as a driver on this policy, need by law to use the **Insured Vehicle** in:

- (a) any country which is a member of the European Union; or
- (b) any other country which the Commission of the European Union approves as meeting the requirements of Article 7(2) of the European Community Directive on Insurance of Civil Liabilities arising from the use of motor vehicles (no. 72/166 CEE).

Full Policy cover outside the Territorial Limits

If **We** agree beforehand and **You** pay any extra premium **We** need, **We** will extend this Insurance, for a specified vehicle, which is owned and registered to **You**, or **Your Spouse** if he or she is declared as a driver on this policy, to provide the cover shown in **Your Schedule** while being temporarily used in other countries that are not included within the **Territorial Limits**.

We will only agree to extend cover to countries which are covered by points (a) and (b). **We** will also insure **You** while the specified vehicle is in transit (including loading and unloading) between any countries to which this policy applies, but any sea transit must be by a Scheduled sea route.

We will also pay the foreign customs duty that **You** must pay as a result of loss or damage to the **Insured Vehicle** which is preventing its return to the UK.

We will not cover:

- (a) if it is being used by any person not included as a user in Paragraph Seven of the International Motor Insurance Certificate (Green Card);
- or
- (b) if it is being used for any purpose other than Social Domestic and Pleasure use.

Other charges

We will insure **You** against general average contribution, salvage and sue and labour charges arising from the transportation of the **Insured Vehicle** between any countries to which this insurance applies.

Policy Cover

Section 4 – No Claims Discount

If a claim is made under **Your** policy, **We** will reduce **Your** No Claims Discount in line with **Our** scale. If two or more claims are made in any one **Period of Insurance**, **You** will lose all of **Your** No Claims Discount.

If no claims are made under **Your** policy, **We** will increase **Your** No Claims Discount when **You** renew **Your** policy in line with the scale **We** apply at that time.

The No Claims Discount is not transferable to any other person.

Endorsements are only applicable if specified in the **Schedule**.

1. Demonstration cover

This policy shall apply while the **Insured Vehicle** is being driven for the purpose of demonstration for sale with **Your** permission by any person provided that such person:

- (a) holds a full UK licence;
- (b) is not a family member of the **Insured** or any of the named drivers;
- (c) is not in the employment of the **Insured**;
- (d) does not reside at the same address as any declared driver on the **Certificate of Motor Insurance**;
- (e) observes, fulfils and is subject to the terms and conditions of this Insurance policy; and
- (f) is accompanied at all times by **You** or a person named on the **Certificate of Motor Insurance**.

2. Protected No Claims Bonus

If **You** pay the appropriate additional premium **Your** No Claims Discount shall apply to each subsequent renewal unless more than 2 claims arise in any three year period of insurance. If 3 or more claims arise in three consecutive years the No Claims Discount Protection will be withdrawn and the discount reduced in line with **Our** scale.

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