

Auto Pak Replacement or Repair Cost

Protect your new vehicle

As the proud owner of a new vehicle or a new leased vehicle, you want to keep it looking brand new. Unfortunately, this isn't always possible – especially if you're involved in a collision or your vehicle is dented.

Repair costs can quickly surpass the value of your vehicle. If your vehicle is considered a total loss due to depreciation and the high cost of parts and labour, you may receive a settlement that's less than the price of an equivalent new vehicle. That means it'll cost you more money to replace it.

Replacement or Repair Cost Optional Coverage

If you have SGI CANADA's Auto Pak Replacement or Repair Cost coverage, you can enjoy the peace of mind that comes with complete insurance protection. This coverage helps protect you against depreciation and rising repair costs. As well, it protects you from spending more money to replace your vehicle.

SGI CANADA's Replacement or Repair Cost coverage provides you with the best coverage offered in the marketplace today.

Protection for five years

First and second year (24 months)

The Replacement or Repair Cost coverage applies to collision, hail, and all other types of losses covered by SGI CANADA's Auto Pak.

Third to fifth year

The Replacement or Repair Cost coverage applies to the same types of losses as the first 24 months, except for fire, theft, water, vandalism and malicious mischief.

Coverage features

1. The Replacement or Repair Cost coverage may be purchased anytime within 120 days of taking delivery of your new vehicle.
2. Damaged parts will be replaced with new parts (not salvaged parts).
3. If your vehicle is a total loss during the first 60 months from the date you took delivery, we will replace your vehicle with a brand new vehicle of the same make and model, or we will pay you the Manufacturer's Suggested Retail Price (MSRP) – also known as the "sticker price" – of your vehicle, plus taxes.

For example - if the sticker price of your vehicle was \$30,000, but you negotiated a sale price of \$27,000 with the dealer, we'd still pay you the sticker price.

And, if the loss occurs in the second or third year after you bought the vehicle, we'll pay you an additional amount to cover inflation.

4. For vehicles registered as leased, you can obtain more coverage over the normal gap coverage offered by other insurers. Gap coverage only makes up the difference between what the policyholder owes the leasing company at the time of loss (residual value) and the licence plate insurance actual cash value (ACV) settlement.

Gap coverage doesn't protect the original cash down payment or the depreciation on the vehicle. If a loss occurs, SGI CANADA will pay up to the difference between the ACV settlement and the original purchase price as shown on your lease agreement.
5. New auto accessories added after you purchased your vehicle are also covered, but they must be added to the vehicle and the policy within 120 days of taking delivery of the vehicle.
6. Dents that can be repaired without repainting – known in the auto industry simply as PDR or paintless dent repair – are covered for losses under \$150 for policies with a \$50, \$100 or \$200 deductible. The deductible is waived on these losses.
7. Your policy deductible will be waived if the vehicle has been deemed a total loss.

► **Hurry! You only have 120 days**

If you own or lease a new private passenger vehicle, farm truck, or van, this coverage is for you. However, it's only available for 120 days after you buy your vehicle.

► **Sleep easy protection**

Keeping your vehicle looking brand new is simple with this optional coverage. The Auto Pak Replacement or Repair Cost coverage takes away the worry of inadequate protection for your new vehicle, in case of an unforeseen loss.

