

Kotak Long Term Two Wheeler Secure – 5 years Prospectus

To keep your business going, it is imperative to have the vehicles owned by you, insured. Kotak Mahindra General Insurance Company Ltd. offers Corporate vehicle Policy which protects your business from a financial loss arising out of accidental loss or damage to your vehicle, your legal liability towards third parties for personal injury, death and property damage on account of any accident involving your vehicle. The policy also provides personal accident cover for the owner of the vehicle while driving.

What is the scope of the cover?

- **Cover for any Partial or Total Loss or Damage** to the vehicle due to natural calamities such as - Fire, explosion, self-ignition or lightning, earthquake, flood, typhoon, hurricane, storm, tempest, inundation, cyclone, hailstorm, frost landslide, rockslide etc. Or man – made calamities such as burglary, theft, riot, strike, malicious act, accidental external means, terrorist activity, any damage in transit by road, rail, inland waterway, lift elevator or air, etc
- **Personal Accident Cover** is provided to the Owner-Driver whilst driving the vehicle including mounting into/ dismounting from or traveling in the insured vehicle as a co-driver. Additionally, other passengers and paid drivers can also be covered by opting for the same- limited to the carrying capacity of the vehicle, excluding the driver.
- **Third Party Legal Liability:** Covers legal liability for third party property damage and third party bodily injury (including death) due to an accident
- **Comprehensive Cover** for Electrical/Non-electrical accessories, bi fuel systems and other all India motor tariff endorsements may be availed

Discounts Available in the Policy:

1. **Cross Sell Discount:** The Company, with the intention of increasing product density among its existing and potential customers, would provide a cross-sell discount of up to 10%. Cross sell discount would be given to an existing policyholder of the Company who buys a new / renews a two wheeler insurance with the Company
2. **Discount for Side-Car:** If a two wheeler is used with a side car attached, 25% discount may be allowed on the Own Damage premium arrived at after addition of premium if any, for electric/electronic items and for use of CNG/LPG fuel.
3. **Discount for Voluntary Deductibles:** Insured may opt for higher deductibles over and above the compulsory deductibles (GR 40). In such instances, additional discount would be allowed
4. **Discount for Disabled:** In case of vehicles specially designed / modified for use of blind, handicapped and mentally challenged persons, a discount of 50% may be allowed on the Own Damage premium in respect of both privately owned vehicles and vehicles owned and used by institutions engaged exclusively in the services of the blind, handicapped and mentally challenged persons
5. **Discount for Being Kotak Group Employee :** If the insured is an employee of Kotak Group, then he would be eligible for additional discount up to 10% applied on Premium for Own damage as computed in Section 3.
6. **Discount for opting Soft Copy:** If the insured has opted to receive policy document in a soft copy format then he would be eligible for additional discount up to 2.5% applied on Premium for Own damage as computed in Section 3
7. **Discount for Anti-Theft Devices:** Vehicles fitted with anti-theft devices approved by Automobile Research Association of India (ARAI), Pune and whose installation is duly

certified by any of the Automobile Associations mentioned in GR.28 of erstwhile Indian Motor Tariff, are eligible for a discount

8. **Discount for Membership of Automobile Association:** For valid membership of recognized Automobile Associations such as Automobile Association of Eastern India, the Uttar Pradesh Automobile Association, the Western India Automobile Association, Automobile Association of Southern India, the Automobile Association of Upper India, a discount may be allowed.
9. **NCB Discount on Own Damage Premium:** The insured is entitled for a No Claim Bonus (NCB) on the Own Damage section of the policy, if no claim is made or pending during the preceding year (s)

What are the major exclusions under this Policy?

We at Kotak Mahindra General Insurance Company Ltd., believe in transparency. In order to avoid any inconvenience at the claim stage, we would like to familiarize you with the significant exclusions. Loss / Damage to the vehicle / accessory / accessories arising by the following will not be covered.

Applicable to All type of Vehicle

- Normal wear, tear and general aging of the vehicle
- Depreciation or any consequential losses
- Vehicle being used otherwise than in accordance with limitations as to use
- Mechanical / electrical breakdown
- Any contractual liability
- Damage to/ by a person driving the vehicle under the influence of drugs or liquor
- Damage to/ by a person driving the vehicle without a valid license
- Damages due to nuclear risk or war

What should be the insured value of my vehicle?

The IDV or Insured's Declared Value (Sum Assured) is the value determined under the Indian Motor Tariff for every type of vehicle. This is based on the age of the vehicle. It is calculated on the basis of today's ex - showroom price of the vehicle and decreased by the depreciation rate to be applied as per the age. Refer to the below schedule of depreciation for arriving at IDV.

Age Of The Vehicle	% of Depreciation for fixing IDV
Upto 6 Months	5%
Exceeding 6 months but not exceeding 1 year	15%
Exceeding 1 year but not exceeding 2 years	20%
Exceeding 2 years but not exceeding 3 years	30%
Exceeding 3 years but not exceeding 4 years	40%
Exceeding 4 years but not exceeding 5 years	50%

What is the claims procedure?

In case of cashless process, please follow the below mentioned process

- Call our 12 hours helpline with details of accident and policy/cover note number.
- Once the claim is registered, the customer support executive will provide you with a Claim Reference Number.
- You will need to submit relevant documents to us such as - Driving license, RC copy, Policy copy etc. in accordance with the Policy terms and conditions.
- We will arrange for an inspection in
 - 24 hours, if a claim is reported on a working day
 - Next working day, if a claim is reported on Sunday or Public holiday
- On cashless facility confirmation, the vehicle would be repaired at a preferred garage and the payment would be made directly to the garage.
- You will only have to pay the deductible as mentioned in the policy and the depreciation value, salvage etc. as informed by the surveyor.

In case of reimbursement process, you will have to submit documents to Kotak Mahindra General Insurance Company Ltd., and we will make the payment within 7 days of completion of documentation. The detailed list of documents required is mentioned in the claims form which can be downloaded from our website www.kotakgeneralinsurance.com .

The following rates of depreciation shall apply for replacement of parts for partial loss claims in respect of all categories of vehicles / accessories.

1. Rate of depreciation for all rubber nylon/ plastic parts, tyres and tubes, batteries and air bags- 50%
2. Rate of depreciation for all fibre glass components - 30%
3. Rate of depreciation for all parts made of glass – Nil
4. Rate of depreciation for all other parts including wooden parts is to be as per the following schedule

Age Of Vehicle	% of Depreciation
Not exceeding 6 months	Nil
Exceeding 6 months but not exceeding 1 year	5%
Exceeding 1 year but not exceeding 2 years	10%
Exceeding 2 years but not exceeding 3 years	15%
Exceeding 3 years but not exceeding 4 years	25%
Exceeding 4 years but not exceeding 5 years	35%
Exceeding 5 years but not exceeding 10 years	40%
Exceeding 10 years	50%

Cancellation Grid

1. Cancellation:

- a. A policy may be cancelled by the insurer on the grounds of misrepresentation, fraud, non-disclosure of material facts or non-cooperation of the Insured by sending to the Insured fifteen days' notice of cancellation by recorded delivery to the Insured's last known address.
- b. A policy may be cancelled at the option of the Insured with seven days' notice of cancellation and the insurer will be entitled to retain premium on short period scale of rates (as per Short Period Scale mentioned) for the period for which the cover has been in existence prior to the cancellation of the policy. The Balance premium if any, will be refundable to the insured. Refund of premium will be subject to:
 - i. There being no claim under the policy, and
 - ii. The retention of minimum premium as specified in the Tariff.

A policy can be cancelled only after ensuring that the vehicle is Insured elsewhere, at least for Liability Only cover and after surrender of the original Certificate of Insurance for cancellation save and except in cases of Total Loss and Constructive Total Loss cases..

- c. In case of Total Loss/ Constructive Total loss cases, there will be no refund of the Own Damage premium. However the Third party premium may be refunded on pro-rata basis only if the RC is cancelled.
- d. Insurer should inform the Regional Transport Authority (RTA) concerned by recorded delivery about such cancellation of insurance.

Short Period Scale

Period	% of Total Premium
Not exceeding 1 month	10%
Exceeding 1 month but not exceeding 6 months	20%
Exceeding 6 month but not exceeding 12 months	30%
Exceeding 12 months but not exceeding 18 months	40%
Exceeding 18 months but not exceeding 24 months	50%
Exceeding 24 months but not exceeding 30 months	60%
Exceeding 30 months but not exceeding 36 months	70%
Exceeding 36 months but not exceeding 42 months	80%
Exceeding 42 months but not exceeding 48 months	90%
Exceeding 48 months	Full Premium/Rate

NOTE: The foregoing is only an indication of the cover offered. For details, please refer to the Policy document / wordings, available on request.