

## RAC GAP

### What are the features of GAP Insurance?



Return to Invoice cover is available for up to 48 months and Financial Shortfall cover is available for up to 60 months



Maximum claims benefit of up to £50,000 in the event of a write off that declares the vehicle a total loss\*



Motor insurers' excess covered<sup>1</sup>



No vehicle age or mileage limit



Dealer fitted accessories covered up to £1,500



Contract hire/lease included\*

Vehicle Purchase Price	Maximum Benefit
£0-£50,000	Purchase Price of Vehicle
£50,001 and over	£50,000

\*Policy exclusions and limitations apply. A summary of which appears within the Insurance Product Information Document (IPID), available upon request.

<sup>1</sup>Please refer to the Insurance Product Information Document (IPID) for the amount payable.

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### Some examples of the policy exclusions and limitations

- Any vehicle that is not covered by a comprehensive motor insurance policy.
- Any negative equity carried over from a previous finance agreement.
- Any vehicle if it is used as an emergency or military vehicle, courier or delivery vehicle, invalid carrier, for driving school tuition, for any hire or reward or as a taxi.
- Any vehicle if it is used for track days, road racing, rallying, pace making, speed testing or any other competitive event.
- Any excess deducted under the motor insurance policy\*.
- If your motor insurer provides you with a replacement vehicle under the terms of your motor insurance within the first year, you may apply for your Combined Guaranteed Asset Protection policy to be transferred to your new vehicle (the original start date and invoice price will apply).
- If you decline the offer of a replacement vehicle under the terms of your motor insurance policy then the administrator will settle the claim based on the value of the replacement vehicle and not the settlement figure under the motor insurance policy.

These are examples of some of the exclusions. Full details of all exclusions and limitations are noted in the terms & conditions. Please ask your retailer for more information.



Insurer is London General Insurance Company Limited (Company number 1865673) and the administrator is TWG Services Limited (Company number 01883565). Both the insurer and the administrator are part of the Assurant group whose registered offices are at TWENTY, Kingston Road, Staines-Upon-Thames, Surrey, TW18 4LG. London General Insurance Company Limited is authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and Prudential Regulation Authority, FRN 202689.

# Guaranteed Asset Protection



This is a summary – please see the Insurance Product Information Document (IPID) and full T&Cs for further details. All available upon request from your retailer



## When it comes to Guaranteed Asset Protection (GAP) Insurance, the clue is in the name...

If an incident occurs resulting in your vehicle being written off due to accident, fire, theft or an adverse weather condition such as flooding, then the settlement amount you receive from your motor insurer could be significantly less than the outstanding balance of the original purchase price.

The market value of your car at the time of the incident is used by most motor insurance companies to determine the total loss payment. Any depreciation in the vehicle value would potentially be a loss incurred by you.

You could be left without a car plus the burden of settling any outstanding finance.

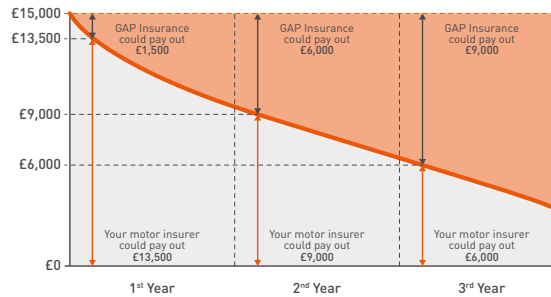
## GAP Insurance is particularly helpful if you...

- 1 | Would like any depreciation covered in the event of a total loss to enable you to replace the vehicle to the original purchase price you paid.
- 2 | Need to settle any outstanding finance that may be more than the motor insurers' settlement at the time your vehicle is written off as a total loss.

## How does Guaranteed Asset Protection (GAP) Insurance work?

Whether you have purchased your vehicle on finance or not, Return to Invoice or Financial Shortfall GAP Insurance could return you to the original position you were in when you first purchased your vehicle. The charts below illustrate how much Return to Invoice or Financial Shortfall GAP Insurance could pay out if you purchased a vehicle for £15,000 and it was written off in either the 1st, 2nd or 3rd year of your policy.

**Return to Invoice benefit - Where you have purchased the vehicle using your own funds**  
In this example, if you suffer a total loss of your vehicle in year 2 of ownership GAP Insurance could pay out £6,000; Original purchase price of the car (£15,000) minus motor insurer pay out (£9,000).



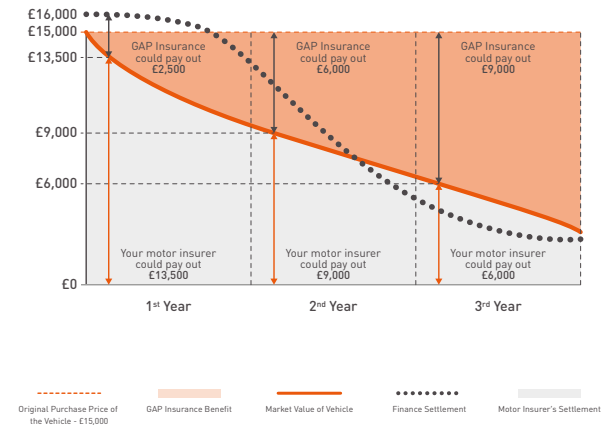
**DID YOU KNOW...**  
**120,000**  
vehicles were stolen in the UK in 2018\*\*

\*\*Source, UK Home Office, Jan 2019

In the event of a declared total loss of the insured vehicle after the start date and before the end date of your policy, we will pay a maximum benefit equal to the difference between your motor insurance settlement and the original purchase price of the insured vehicle, or if greater, the amount you require to pay your finance early settlement amount.

## Financial Shortfall benefit - Where there is a finance agreement in place against the purchase of the vehicle

In this example the vehicle purchase is subject to a finance agreement and the finance early settlement amount at the time of vehicle write-off is £16,000.



Original Purchase Price of the Vehicle - £15,000  
GAP Insurance Benefit  
Market Value of Vehicle  
Finance Settlement  
Motor Insurer's Settlement



**DID YOU KNOW...**  
**500,000**  
vehicles were written off in the UK in 2018\*\*\*

\*\*\*Source, Association of British Insurers (ABI) April 2019