

Part 1: Policy Declarations

INSURANCE MEGACORP

123 Insurance Way, Anytown, USA 12345

1-800-555-ACME | contact@acmeinsurance.com

AUTO INSURANCE POLICY DOCUMENTS

Customer Number: 100001

Policy Number: 200001

Policy Change Confirmation

Thank you for choosing Insurance Megacorp. We've enclosed documents that confirm the policy change(s) you requested. You'll find your updated coverage details listed on the enclosed amended policy declarations.

The following change(s) are effective as of **08/15/2025**:

- A change in insurance coverage for your **2023 Toyota RAV4**.
- Addition of a new driver to the policy.
- Your premium for the current policy period has been adjusted accordingly.

For any questions, please contact your Insurance Megacorp Agent at 1-800-555-ACME.

Policy Declarations Summary

Policyholder: Sarah Chen

Address: 789 Maple Drive, Springfield, IL 62704

Effective Dates: 08/15/2025 – 02/15/2026

Vehicles Covered:

- 2023 Toyota RAV4
- 2021 Subaru Outback

Coverage Detail for 2023 Toyota RAV4

Coverage	Limits	Deductible
Automobile Liability Ins... ▾		Not applicable
• Bodily Injury ▾	\$250,000 each person / \$500,000 each occurrence	
• Property Damage ▾	\$100,000 each occurrence	
Auto Collision Insurance ▾	Actual Cash Value	\$500
Auto Comprehensive In... ▾	Actual Cash Value	\$500
Personal Injury Protecti... ▾	\$15,000	
Uninsured Motorist Cov... ▾		
• Bodily Injury ▾	\$250,000 each person / \$500,000 each accident	
Rental Reimbursement ▾	\$50/day, 30 days max	
Roadside Coverage ▾	Included	

Coverage Detail for 2021 Subaru Outback

Coverage	Limits	Deductible
Automobile Liability Ins... ▾		Not applicable

• Bodily Injury ▾	\$100,000 each person / \$300,000 each occurrence	
• Property Damage ▾	\$50,000 each occurrence	
Auto Collision Insurance ▾	Actual Cash Value	\$1,000
Auto Comprehensive In... ▾	Actual Cash Value	\$1,000
Personal Injury Protecti... ▾	\$10,000	
Uninsured Motorist Cov... ▾		
• Bodily Injury ▾	\$100,000 each person / \$300,000 each accident	

Part 2: General Provisions & Insuring Agreement

Insuring Agreement

This policy is a legal contract between you and us. A coverage applies only when a premium for it is shown on the Policy Declarations. On your Policy Declarations, coverages may be shown for each auto, or may be listed under "Additional Coverages." If you pay the premiums when due and comply with the policy terms, we, relying on the information you have given us, make the following agreements with you.

When And Where The Policy Applies

Your policy applies only during the policy period. During this time, it applies to covered losses to the auto, accidents, and occurrences within the United States, its territories or possessions, Canada, and between their ports. The policy period is shown on the Policy Declarations.

Definitions Used Throughout The Policy

- **Additional Auto:** An auto of which you become the owner during the policy period and which is not described on the Policy Declarations and not acquired as a permanent replacement. This auto will be an additional auto for 30 days immediately after you acquire ownership, but only if any other autos you own are insured by us.
- **Substitute Auto:** A non-owned auto being temporarily used by you or a

resident relative with the permission of the owner while your auto insured under this policy is being serviced or repaired, or if it is stolen or destroyed.

- **Trailer:** Any trailer, other than a travel-trailer, that is designed for use with an auto.
- **Bodily Injury:** Physical harm to the body, sickness, disease, or death.
- **We, Us, or Our:** Means the company shown on the Policy Declarations.
- **You or Your:** Means the policyholder(s) listed as Named Insured(s) on the Policy Declarations and the resident spouse of any such Named Insured.

Premium Changes

The total premium for this policy is based on information we have received from you or other sources. You agree to cooperate with us in determining if this information is correct and if it changes during the policy period. You agree that if this information changes or is incorrect, we may adjust your premium accordingly. Any calculation or adjustment of your premium will be made using the rules and rates in effect.

Part 3: Automobile Liability Insurance (Coverages AA & BB)

General Statement Of Coverage

If a premium is shown on the Policy Declarations for Automobile Liability Insurance, we will pay damages which an insured person is legally obligated to pay because of bodily injury sustained by any person, and damage to, or destruction of, property. We will not pay any punitive or exemplary damages, fines or penalties. We will defend an insured person sued as a result of a covered accident involving an insured auto. We will choose the counsel. We may settle any claim or suit if we believe it is proper. We will not defend an insured person sued for damages which are not covered by this policy.

Our Right To Appeal

If an insured person or any other insurer elects not to appeal a judgment, we may do so. We will pay reasonable costs and interest incidental to the appeal. We will not be liable for more than the limit shown on your Policy Declarations plus the reasonable costs and interest incidental to the appeal.

Exclusions - What Is Not Covered Under Liability

This coverage does not apply to:

- **U.S. Government Employees:** Bodily injury or property damage resulting from

the use of the insured auto by any person as an employee of the United States government, while acting within the scope of such employment, if the provisions of the Federal Tort Claims Act require the Attorney General to defend that person.

- **Motor Vehicle Business Operations:** Bodily injury or property damage arising out of motor vehicle business operations such as repairing, servicing, testing, washing, parking, storing, leasing, or selling of motor vehicles.
- **Assumed Liability:** Any liability an insured person assumes arising out of any contract or agreement.
- **Discharge of a Weapon:** Bodily injury or property damage arising out of the discharge of a weapon from an insured auto.
- **Co-worker Injury:** Bodily injury to a co-worker injured in the course of employment. This exclusion does not apply to you.

Part 4: Protection Against Loss To The Auto

Auto Collision Insurance (Coverage DD):

If a premium for Auto Collision Insurance is shown, we will pay for sudden and accidental direct physical loss to your insured auto, or its replacement auto, from a collision with another object or by upset of such auto.

Auto Comprehensive Insurance (Coverage HH):

If a premium for Auto Comprehensive Insurance is shown, we will pay for sudden and accidental direct physical loss not caused by collision. Loss caused by missiles, falling objects, fire, theft or larceny, explosion, earthquake, windstorm, hail, water, flood, malicious mischief or vandalism, and riot or civil commotion is covered. Glass breakage, whether or not caused by collision, and collision with a bird or animal is covered.

Transportation Expense Coverage (Coverage UU):

If a premium is shown for this coverage, and you have a covered loss under Collision or Comprehensive, we will reimburse you for your cost of renting an auto from a rental agency or garage, and pay for reasonable alternate transportation expenses while your insured auto is disabled or being repaired. Coverage ends when repairs are completed, or if a total loss, seven calendar days after we disclose our evaluation of the auto's actual cash value.

Exclusions - What Is Not Covered Under Physical Damage:

We will not cover:

- **War and Insurrection:** Loss resulting from war (declared or undeclared), warlike acts, invasion, insurrection, rebellion, revolution, or civil war.
- **Racing:** Loss arising out of participation in any prearranged, organized, or spontaneous racing contest, speed contest, or use in practice or preparation for any contest of this type.
- **Custom Parts or Equipment:** Loss to any custom parts or equipment designed for racing which are installed in or on your insured auto. This includes, but is not limited to, nitrous oxide systems, roll cages, and air intake modifications.
- **Unlisted Drivers:** Loss arising from a collision if, at the time of the loss, the auto was being operated by a licensed driver who was not listed on your Policy Declarations as a driver and who was either a resident or a guest temporarily staying in your home.

Part 5: Policy Conditions and Duties After a Loss

Duty To Report Changes:

Your policy was issued in reliance on information you provided. You must promptly notify us when you change your address; when any person with a driver's license joins your household, or when any resident of your household acquires a driver's license; and when you acquire any additional auto or replacement auto.

What To Do If There Is A Loss:

A person making a claim must allow us to take signed and recorded statements, including sworn statements and examinations under oath, separately and apart from others, and answer all reasonable questions we may ask as often as we may reasonably require.

Our Payment Of Loss:

Our limit of liability is the least of: 1) the actual cash value of the property or damaged part of the property at the time of loss, which may include a deduction for depreciation; 2) the cost to repair or replace the property or part to its physical condition at the time of loss using parts produced by or for the vehicle's manufacturer, or parts from other sources; or 3) the limit of liability shown on the Policy Declarations. Any applicable deductible amount is then subtracted.

Right To Appraisal:

Both you and we have a right to demand an appraisal of the loss. Each will appoint and pay a qualified appraiser. The two appraisers, or a judge of a court of record, will select an umpire. A written agreement by any two of these three persons will determine the amount of the loss.

Action Against Us:

No one may bring an action against us in any way related to the existence or amount of coverage, or the amount of loss for which coverage is sought, unless there is full compliance with all policy terms and such action is commenced within two years after the date of the accident.

No Benefit To Bailee:

This insurance will not benefit any person or organization who may be caring for or handling your property for a fee.

Part 6: Endorsements, Billing, and Final Clauses

Endorsements Attached

- **MEGA-TX001 – Texas Amendatory Endorsement:** This endorsement modifies the insurance provided to conform to the minimum requirements as established by Texas law.
- **MEGA-PIP – Personal Injury Protection:** This endorsement provides coverage for medical expenses, lost income, and other related costs resulting from an auto accident, regardless of fault.
- **MEGA-MULTICAR – Multi-Car Discount Rider:** A discount has been applied to your premium because you are insuring more than one vehicle on this policy.
- **MEGA-ROADSIDE – Towing and Emergency Roadside Assistance:** This endorsement entitles the policyholder to reimbursement for emergency roadside services, including towing, jump starts, and flat tire changes.
- **MEGA-GOODPAYER – Good Payer Discount:** A discount has been applied based on your history of timely premium payments.

BILLING & CANCELLATION TERMS

Payment:

If your initial premium payment for your first policy period is by check, draft, or any remittance other than cash, such payment is conditional upon the check, draft, or remittance being honored upon presentation. If such check, draft, or remittance is not

honored, this policy shall be deemed void from its inception.

Conditional Reinstatement:

If we send a cancellation notice because the required premium was not paid in a timely manner, and you then tender payment by a remittance which is not honored upon presentation, your policy will terminate on the date and time shown on the cancellation notice and any notice we issue which waives the cancellation or reinstates coverage is void.

Transfer:

You may not transfer this policy to another person without our written consent. However, if you die, this policy will provide coverage until the end of the policy period for your legal representative while acting as such and for persons covered on the date of your death.

PROOF OF INSURANCE CARD

INSURANCE MEGACORP

123 Insurance Way, Anytown, USA 12345

Policy Number: IMC-200003

Policyholder: Benjamin Rivera

Vehicle: 2022 Honda Pilot

Effective Dates: 11/01/2025 – 05/01/2026

Claims: 1-800-555-ACME

contact@acmeinsurance.com

Keep this card in your vehicle at all times.