

VEHICLE REPOSSESSIONS - STATEMENT

Policy Number _____ Producer _____

Named Insured _____

Effective Date of Policy _____

Loss exposures arising out of the act of Repossessing Vehicles can be severe. The practice of dealers doing their own vehicle repossessions constitutes an increased hazard not contemplated in the rate level at which this policy is issued. Therefore, dealers doing their own repossessions are not eligible for this program. To be eligible for this program all Vehicle Repossessions must be subcontracted to a professional vehicle repossession company. Additionally, it is strongly recommended that you obtain a certificate of insurance with limits at least equal to your garage liability policy limit from each repossession company utilized.

I HEREBY CERTIFY that VEHICLE REPOSSESSIONS will be subcontracted to a professional repossession company and doing my own repossessions is not a normal business practice. I further understand that doing my own repossessions during this policy period and any subsequent renewal policy period would constitute an increase in hazard. An increase in hazard can result in any one of the following actions being taken by the insurance company:

- CANCELLATION OF MY INSURANCE POLICY
- A SIGNIFICANT MIDTERM ADDITIONAL PREMIUM CHARGE
- NONRENEWAL OF MY POLICY

Signature of the First Named Insured _____

Date _____

BRIEF SUMMARY OF VEHICLE REPOSSESSION LOSS CONTROL ISSUES (READ CAREFULLY)

Repossessions are inherently hazardous due to the hostile environment created by the act of repossession. Additionally, the defaulting debtor can exhibit erratic behavior causing unexpected liability and physical damage losses.