Definity Insurance Company

Conditionally Approved Endorsement 10
Extended Depreciation Waiver
For Use in Alberta Only

If more than one automobile is insured under the policy, this endorsement shall apply only to the automobile(s) against which Conditionally Approved Endorsement (CAE) 10 is designated in the schedule of automobiles forming part of the policy, or as stated in the Certificate of Automobile Insurance. If CAE 10 is designated with respect to more than one automobile in the schedule of automobiles forming part of the policy, or the Certificate of Automobile Insurance, then the coverages provided shall be construed as if provided by separate contracts of insurance with respect to each automobile to which endorsement CAE 10 is applicable.

In consideration of the premium charged and in the event that loss of or damage to the automobile for which indemnity is provided under Section A.1 (Direct Compensation for Property Damage) or Section C of this policy exceeds the deductible amount specified in the policy, the Insurer agrees to waive its rights under Statutory Condition 4(5) and in the event of total loss to the automobile the Insurer agrees to waive its rights under Statutory Conditions 4(5) and 4(6).

PROVIDED THAT:

(a) the Insured is not the original purchaser of the automobile exclusive of the selling dealer or the automobile is a demonstration/test vehicle with over 1,000 kilometers of mileage or the vehicle has been used by the dealership or dealership staff for any purpose other than demonstration/test drives or the vehicle has been used as service loan vehicle;
(b) the vehicle was purchased within one calendar year of the model year;
(c) the loss or damage to the insured automobile must occur before the expiry date of the policy that is in force within 2 years of the purchase date of the automobile;
(d) this endorsement does not apply with respect to:
    (i) tires and batteries, or
    (ii) betterment resulting from the repair or replacement of parts having prior unrepaired damage;
(e) in the event of total loss to the automobile the Insurer shall pay the Insured the lesser of:
    (i) the actual purchase price of the automobile and its equipment including taxes at the original date of purchase, or
    (ii) the manufacturer's suggested list price of the automobile and its equipment including taxes at the original date of purchase.

This endorsement is attached to and forms part of the policy and shall be effective from the local time and effective date of the policy or renewal thereof, or if added to the policy during the policy period, from the local time and effective date of the endorsement specifying the addition of this coverage.

Except as otherwise provided in this endorsement, all limits, terms, conditions, provisions, definitions and exclusions of the policy shall have full force and effect.