

Conditionally Approved Endorsement (CAE) #13
Limited Waiver of Depreciation Endorsement (Specified Lessee) Motorcycle
For use in Alberta, N.W.T., Nunavut, Yukon

Definitions

Motorcycle

A self-propelled motorized vehicle, with a seat or saddle for the driver, an engine capacity of no less than 150 cc's, designed to travel on two or three wheels.

Insuring Agreement

In consideration of the premium charged and in the event that loss of or damage to the leased motorcycle for which indemnity is provided under Section C of this policy exceeds the deductible amount specified in the policy, the Insurer agrees, with respect to the lessee only, to waive its right under Statutory Condition 4(5) by which its liability is limited to the actual cash value of the leased motorcycle at the time of loss or damage with proper deduction for depreciation.

PROVIDED:

- (a) S.E.F. 5 Permission to Rent or Lease Endorsement is attached to the policy;
- (b) the specified lessee is the first lessee of the motorcycle and the motorcycle was new at the time of delivery to the lessee;
- (c) the loss or damage occurs within 48 months of the date on which the leased motorcycle was first delivered to the lessee;
- (d) This endorsement will not apply with respect to
 - (i) tires and batteries, or
 - (ii) betterment resulting from the necessary repair or replacement of parts having prior unrepaired damage;
- (e) the insurer shall in no event be liable for more than the value of the motorcycle and its equipment as stated in the Leasing Agreement of the specified lessee or the manufacturer's suggested list price at the original date of purchase of the motorcycle and its equipment, whichever is the lesser amount.

If more than one motorcycle is insured under this policy, this endorsement shall apply only to the motorcycle(s) against which CAE #13 is designated in the schedule of vehicles forming part of this policy.

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, 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.