

INTEGON NATIONAL INSURANCE COMPANY

SUMMARY OF COVERAGE LIMITATIONS DISCLOSURE

Policy Number:

Si usted no puede leer este documento o no entiende alguna porción de la misma, es muy importante que usted solicite la ayuda de alguna persona que lo pueda interpretar y explicarle el contenido de este.

This is a Summary of Coverage Limitations. This policy differs from the customary coverage provided under the Texas Standard Personal Auto Policy. You should review these coverage differences carefully.

NO COVERAGE FOR PUNITIVE OR EXEMPLARY DAMAGES. Punitive or exemplary damages may be assessed in a lawsuit in order to punish the wrongdoer or to make an example of the wrongdoer. For example, these damages may be awarded in cases where consumption of alcohol is a contributing factor in the accident. This policy will not afford coverage for you in the event that you, or an uninsured/underinsured motorist, become liable for punitive or exemplary damages.

THIS IS A LIMITED DRIVERS POLICY. All residents of your household, family and non-family, must be specifically included at the time of your application for insurance, and named on the Declarations page to be covered. You may choose to exclude some or all residents from coverage. Your failure to insure these persons and name them on the Declarations page, or specifically exclude them from coverage, will result in a denial of coverage.

If any fraud or misrepresentation made by you materially affected our acceptance of the risk which induced us to accept a risk which we would have otherwise not accepted and cause us to issue this policy, then no coverage will be afforded for any loss related to that fraud or misrepresentation. Failure to provide complete and accurate information in the application process may be deemed to be fraud or misrepresentation, and if it materially affected our acceptance of your policy, coverage will be denied.

THIS IS A LIMITED VEHICLE POLICY. There is no coverage under Part A (Liability) for your maintenance and use of a vehicle owned by or regularly available for the use of a family member. Previous standard coverage in Texas included a provision for your use of vehicles regularly at your home, or owned by a family member. This policy does not cover you while in any car owned by or regularly available to a family member. If you wish to be covered on these additional vehicles, you must purchase a separate policy.

NO COVERAGE FOR DAMAGE TO RENTAL VEHICLE. There is no coverage under Part A (Liability) or under Part D (Coverage for Damage to Your Auto) for damage to property for which you or any covered person may rent, use, or have care, custody and control. Previous standard coverage in Texas included coverage for rental or substitute vehicles. This policy does not afford coverage for damage you or another covered person may cause to any rental or substitute vehicle. If you are involved in an accident in a vehicle not named in the Declarations, this policy will only cover your liability for property damage to vehicles or property other than the rental or substitute vehicle. If you borrow or rent a vehicle and wish to be covered for damage that you may cause to that vehicle, you must purchase additional coverage.

LICENSED PHYSICIANS ONLY "Medical Services" has been defined in Part B1 (Medical Payments) and Part B2 (Personal Injury Protection) to provide payment for those medical services provided by or under the supervision of a licensed physician. "Physician" means an individual licensed by a State or territory of the United States or District of Columbia to dispense drugs in the practice of medicine. In a claim under Medical Payments or Personal Injury Protection, this policy will only pay those expenses incurred for medical services provided by or under the supervision of a licensed physician.

TEN DAYS TO REPORT NEW OR ADDITIONAL VEHICLE. If you acquire any additional or replacement vehicle, and you want to cover that vehicle under this policy, you must notify us within 10 days of acquisition. Previous standard coverage in Texas provided 30 days to notify your insurance carrier. If you acquire any vehicle and wish to cover that vehicle under this policy, you must notify us within 10 days.

NO COVERAGE FOR DELIVERY BUSINESS. This policy does not cover the ownership or any operation of a vehicle while it is used to carry property for a fee. Previous standard coverage allowed for the non-primary use of a vehicle in delivery businesses such as newspaper delivery or food delivery. This policy affords no coverage for any delivery business use.

NO COVERAGE FOR ANY BUSINESS USE. This policy does not cover the operation of any vehicle while it is used for business purposes. Previous standard coverage included certain business uses of passenger autos, covered autos and trailers. This policy affords no coverage for use of your auto for business.

**Summary of Coverage Limitations
Disclosure - Continued**

NO COVERAGE FOR ELECTRONICS (DVD PLAYERS, NAVIGATION SYSTEMS, ETC). Coverage is not afforded under Part D (Coverage for Damage to Your Auto) for losses to electronics, computers, and computerized equipment not essential to the engine or the drive train. Your vehicle may include features such as DVD players, onboard navigation systems, or other electronic or computerized equipment not essential to the function of the vehicle's primary purpose, that being personal transportation. If you have a loss that includes damage to a DVD player, onboard navigation system, or other similar equipment, it will not be covered under this policy.

NO COVERAGE FOR AFTER-MARKET AUDIO EQUIPMENT. Coverage under Part D (Coverage for Damage to Your Auto) does not provide coverage for any stereo, radios, or other sound reproducing equipment, that is not installed by the original manufacturer of the vehicle. Previous standard coverage in Texas provided for coverage of stereos, radios and other sound reproducing equipment subject to specified dollar limits. This policy does not afford coverage to any after-market equipment. The only equipment of this type covered by this policy will be the equipment permanently installed by the original manufacturer.

NO COMPREHENSIVE/COLLISION COVERAGE OVER [\$35,000]. Coverage under Part D (Coverage for Damage to Your Auto) is limited to a maximum of [\$35,000] regardless of the actual cash value of the vehicle at the time of the loss. If you have a vehicle that has an actual cash value over [\$35,000], you will not be covered under this policy for the amount that exceeds the maximum limits in the event of a loss.

THIS POLICY AFFORDS NOT COVERAGE IN MEXICO. This policy affords no coverage in Mexico. In the past, the customary coverage in Texas provided for coverage into Mexico so long as the travel was infrequent and less than 25 miles beyond the border. This policy provides no coverage in Mexico.

YOU AUTHORIZE AND CONSENT TO ACCESS YOUR EDR. If your vehicle has an Event Data Recorder (EDR), or other similar device, your purchase of this policy and acknowledgment below is your consent and authorization to us to retrieve information collected and stored on that device in connection with any claim made under this policy.

LIMITED OUT OF STATE COVERAGE. This policy differs from the customary out of state coverage issued in Texas. This policy may not meet all of the minimum insurance requirements of every state. Your policy will cover higher minimum liability limits of another state only if required by the law of that state. You should understand the limits required in any state in which you travel to determine if you may need additional coverage. If you travel to a state which requires mandatory no-fault insurance, it will apply only if we are authorized to transact insurance business in that state, subject to any applicable exclusions, rejection, and limitations.

IMPORTANT NOTICE AND CONSENT: You must notify us promptly if you move to another state or province and your covered auto is no longer principally garaged in Texas. If your covered auto is principally garaged in outside of Texas for more than 30 days then your coverage will terminate.

Your acceptance of the Texas Sierra Auto Program policy and your acknowledgement below serves as your notice and acceptance of the conditions to terminate coverage when you relocate outside of Texas. By signing below you have given your consent to terminate coverage under the Texas Sierra Auto Program policy effective the 31st day your covered auto is principally garaged outside of Texas.

I hereby acknowledge that I have reviewed the Summary of Coverage Limitations and accept the Texas Sierra Auto Program policy and its terms and conditions as the appropriate coverage option for my auto insurance needs.

X
SIGNATURE OF APPLICANT

DATE