



# The Oriental Insurance Company Ltd.

Head Office

Deptt: Motor OD

Dated: 27/07/2022

Circular No. HO/ Motor U-W/2022-23/CR- 8511

Circular to All ROs/DOs/BOs/BCs, IAD, Vigilance, IT, OSTC – Faridabad and Chennai, All Departments at HO and CMD Secretariat

## RE: Clarification on Return to Invoice (RTI) Cover for Motor Policies

This has reference to Circular No. HO/ Motor U-W/2014-15/CR-6916 dtd. 1<sup>st</sup> July 2014 on RTI cover. In order to have clarity on certain provisions of the above referred circular following clarifications are being issued.

### Salient Features:

**Definition:** Return to Invoice cover is an add on cover to the base motor policies which will cover the on Road price of vehicle, in case of a claim of total loss, constructive total loss (CTL) / theft of the entire vehicle.

- 1) Current invoice Price of the vehicle of the same model, variant, color and specification on the date of loss. Accessories installed in the Private Car at the time of purchase and fabrication cost for Commercial vehicles whose value is included in the IDV.
- 2) Registration charges and Road tax at the place of location of the registration authority mentioned on the policy schedule, subject to maximum 10% of the current invoice price.

**Current Invoice price: In case of commercial vehicle** would mean the ex-showroom price of the insured vehicle model, variant, color specification on the date of loss. This may include the value of similar accessories that were factory fitted or were fitted by automobiles dealer at the time of purchase and their cost included in the invoice at the time of purchase and also the fabrication cost of body and cabin, provided that, the cost was declared at the time of commencement of insurance cover. Cost of insurance premium if any mentioned in the invoice will not form part of 'Invoice' for the purpose of this cover.

**Current Invoice price: In case of Private vehicle** would mean the ex-showroom price of the insured vehicle model, variant, color specification on the date of loss. This may include the value of similar accessories that were factory fitted or were fitted by automobiles dealer at the time of purchase and their cost included in the invoice at the time of purchase. Cost of

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insurance premium if any mentioned in the invoice will not form part of 'Invoice' for the purpose of this cover.

**In case of obsolete vehicle** – (Sale of model i.e. insured vehicle that has been discontinued by the manufacturer as on the date of claim.) or the model is not readily available the payable amount under this cover will be calculated as the difference between IDV of the insured vehicle as mentioned in the policy and the last available ex-showroom price of the insured vehicle of the insured vehicle model, variant, color and specification.

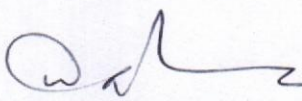
This Add on cover is available up to 3 years age of vehicle calculated from the date of invoice / date of registration, whichever is earlier, to date of commencement of risk.

**Premium rates will be calculated on % basis to IDV as under**

Policy Age/Vehicle Age in years	Two Wheeler and Private Car Segment Premium (% on IDV)	Commercial Vehicle and Misc 'D' Class Premium (% on IDV)
≤ 1	0.30%	0.45%
1 - 2	0.40%	0.55%
2 - 3	0.60%	0.70%

Claims under this add on are subject to:

- 1) The ownership/insurance of the vehicle is in the name of the original buyer/insured of the vehicle.
- 2) Claim under the policy is otherwise payable.
- 3) Non-built in accessories – electric / non electric / electronics including bi-fuel kit mentioned separately in the invoice but not insured /mentioned in the schedule of the policy are excluded from the scope of this cover.

  
(MILAP CHAND)  
General Manager

Encl: Revised Endorsement Wordings OIC\_4 attached



### Return to Invoice Endorsement Wordings

UIN No: OIC - Mo - A00-00 - 46 - V 01 - 13-14

OIC\_4 Return to Invoice

Additional Premium Rs. \_\_

"Notwithstanding anything to the contrary contained in the policy, and provided additional premium has been paid, it is hereby understood and agreed that in the event of a Total loss / Constructive Total Loss / Theft Claim of the vehicle insured under the policy where liability is admitted, the Insurer will indemnify the Insured :

- 1) Difference between the current invoice price of the insured vehicle and insured declared value.
- 2) Aggregate of registration charges, road tax paid for the first time at the place of location of registration authority mentioned on the policy schedule subject to a maximum of 10% current invoice price.

### Definitions:

- 1) Current Invoice price means the manufacturer's listed selling price /ex-showroom price of the insured vehicle model, variant, color specification on the date of loss. This may include the value of similar accessories that were factory fitted or were fitted by automobiles dealer at the time of purchase and their cost included in the invoice at the time of purchase and also the fabrication cost of body and cabin, provided that, the cost was declared at the time of commencement of insurance cover. Cost of insurance premium if any mentioned in the invoice will not form part of 'Invoice Price' for the purpose of this cover.
- 2) Registration charges and Road tax (Temporary or Permanent whichever is actually paid and higher) at the place of location of the registration authority mentioned on the policy schedule, subject to maximum 10% of the current invoice price.
- 3) In case of obsolete vehicle – (Sale of model of insured vehicle that has been discontinued by the manufacturer as on the date of claim) or the model is not readily available, the payable amount under this cover will be calculated as the difference between IDV of the insured vehicle as mentioned in the policy and the last available ex-showroom price of the insured vehicle of same model, variant, color and specification.

### Conditions

- 1) The ownership/insurance of the vehicle is in the name of the original buyer/insured of the vehicle.
- 2) Claim under the policy is otherwise payable.

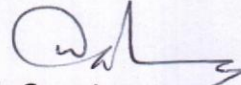


*Return to Invoice*

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- 3) Non-built in accessories – electric / non electric / electronics including bi-fuel kit mentioned separately in the invoice but not insured /mentioned in the schedule of the policy are excluded from the scope of this cover.
- 4) Mid-term cover and short period coverage is not allowed.
- 5) In case of transfer of ownership the Return to Invoice Add on cover shall cease to operate.

Subject otherwise to the terms, conditions, limitations & exceptions of the Policy.



**Duly Constituted Attorney**