



## MOTORCYCLE INSURANCE

### Important changes to your insurance policies

We regularly review our cover to meet our customers' needs in a changing environment. To protect our customers from new and emerging risks, we're updating our personal insurance policies. A summary of these changes is below.

For full details of the changes please talk to your broker or adviser, or refer to the policy documents at [vero.co.nz/policywordings](http://vero.co.nz/policywordings).

### Enhancing your liability cover

When the legal environment we live in changes, your insurance needs can change too, which is why we have enhanced the liability cover in our policies to give you protection for bodily injury liability.

In December 2014 the Sentencing Amendment Act 2014 came into force. Under this Act, if you're convicted of a criminal offence the courts may order you to pay compensation if you've injured someone in an accident. New Zealanders now have a clear need for insurance protection for their liability to pay reparation that arises from accidents.

You can learn more about the Sentencing Amendment Act and the cover we offer at [vero.co.nz/sentencing-act](http://vero.co.nz/sentencing-act).

### What do these changes mean for you?

Below is a summary of how these changes affect you, depending on your circumstances.

We have updated our Golightly Motorcycle policy wording to now include cover for:

1. Civil claims for bodily injury – this covers your liability to pay compensation in a civil claim for accidental bodily injury including emotional harm. This policy has always provided cover for liability to pay compensation in a civil claim for accidental property damage but we have now introduced bodily injury cover as well. Because of the ACC regime in New Zealand, this means in practice that if there is a civil claim brought against you seeking compensation for accidentally causing someone bodily injury including emotional harm which is not covered by ACC, we will provide cover for your liability to pay any damages as compensation for financial losses. We will also cover your legal defence costs and the legal costs which the other parties have incurred if you are liable to pay these. Cover doesn't apply if the claim against you is for exemplary damages instead of compensation.
2. Reparation – this covers your liability to pay a reparation order to a victim who has suffered accidental property damage or accidental bodily injury. This cover applies only in criminal proceedings. If you're convicted of a criminal offence, the courts may order you to pay compensation to the victim by way of a reparation order. Our policy previously excluded cover for reparation but we will now cover claims for reparation for:
  - accidental bodily injury up to \$1,000,000;
  - accidental property damage up to the Third Party Sum Insured shown on the schedule;

Defence costs are not covered for criminal proceedings. For reparation cover to apply, you must tell us immediately if you are charged with an offence that could result in a reparation order covered by the policy. Also the liability must result from an accidental or careless act, as there is no cover for liability resulting from reckless or intentional acts. You should note that the cover for reparation does not apply to offences under health and safety legislation.

Policy exclusions will apply to loss or liability if you had reason to suspect criminal activity involving insured property was taking place, or if loss or liability results from the intentional act of a person covered by the policy.

There is now an exclusion for damage to your motorcycle caused by the incorrect type of fuel being used.

*Please note this is a summary of some of the changes we have made to our policy documents for general information purposes and does not form part of your insurance contract with Vero. For full details of the terms, conditions, limits and exclusions please refer to the policy documents at [vero.co.nz/policywordings](http://vero.co.nz/policywordings).*