

Criteria for determining the IDV and any associated scale of value depreciation

The criteria for determining the IDV and any associated scale of value depreciation was placed before PMC and PMC has agreed for the following:

- The Insured's Declared Value (IDV) of the vehicle will be deemed to be the 'SUM INSURED' and it will be fixed at the commencement of each policy year for each insured vehicle. In case of long-term policy, Loss or Damage to the vehicle Insured coverage will have different IDV for each year of the policy and IDV will be defined for each policy year separately.
- The IDV of the vehicle (and externally fitted accessories if any) is to be fixed on the basis of the manufacturer's listed selling price of the brand and model of the vehicle insured at the commencement of insurance/renewal and adjusted for depreciation. However, we may allow the customer to change the IDV depending on Product's parameter. Ultimate IDV for the Policy shall be as chosen by the Customer. In case of any theft or Total loss/Constructive total loss, IDV mentioned on the Policy schedule shall be the maximum claim amount payable under the policy.
- The schedule of age-wise depreciation is applicable for the purpose of Total Loss/Constructive Total Loss (TL/CTL) claims only.
- Below is an illustration table showing depreciation for arriving at IDV for vehicles aged up to 5 Years.

Age of Vehicle	% of Depreciation for Fixing IDV
Not Exceeding 6 months	5%
Exceeding 6 months but not exceeding 1 year	15%
Exceeding 1 year but not exceeding 2 years	20%
Exceeding 2 years but not exceeding 3 years	30%
Exceeding 3 years but not exceeding 4 years	40%
Exceeding 4 years but not exceeding 5 years	50%