

# Mandatory Vehicle Insurance

## Insurance Product Information Document

Sjóvá-Almennar tryggingar hf.

**SJÓVÁ**

Policy Terms nr. 500 and General Terms nr. 001

This document summarises what is covered by the insurance policy and what is not. This is not an exhaustive list. Additional information about the insurance, including insurance amounts and deductibles, can be found under its [Insurance Policy Terms](#), Sjóvá's [General Terms](#), and in the insurance policy. You can log on to [My Sjóvá](#) to access this information.

### What is this type of insurance?

The Mandatory Vehicle Insurance consists of mandatory liability insurance and driver and owner accident insurance. Windshield insurance, which is optional, can also be included.



#### What is insured?

##### Mandatory motor liability insurance covers:

- ✓ Damage you cause to others while using the vehicle, including to people or property.

##### Driver and owner accident insurance covers:

- ✓ Personal injury sustained by a driver who causes damage while driving the vehicle and for an injury sustained by the owner as a passenger.

##### Windshield insurance (optional insurance) covers:

- ✓ Broken windows in the vehicle.



#### What is not insured?

##### Motor liability insurance does not cover:

- ✗ Damage to the vehicle causing the accident.
- ✗ Damage to the insured party's property unless the damage is to another vehicle.

##### Driver and owner accident insurance does not cover:

- ✗ Damage caused by gross negligence or by intent.

##### Windshield insurance does not cover:

- ✗ Scratches in the windshield.
- ✗ Damage to a glass sunroof.
- ✗ Damage to windshield during installation or removal.



#### Are there any restrictions on cover?

- ! If the driver of the vehicle is not licensed to drive it, Sjóvá may demand reimbursement from the driver or the owner if the vehicle causes any damage.



#### Where am I covered?

The insurance is valid in Iceland and other member states of the European Economic Area (EEA) and Switzerland.



#### What are my obligations?

- You must report any damage as soon as possible and no later than one year from the date of the damage.
- You must ensure that all the information in the insurance policy is accurate.
- You must inform us of any changes in your address, telephone number, and email address.
- You must follow all the precautions in the terms of the insurance policy.



### When and how do I pay?

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The premium must be paid on the due date. When the insurance policy is issued or renewed an electronic claim is created in your online bank. You have the option to distribute the premium payments by:

- Credit card payment, where the premium is charged monthly to a credit or debit card.
- Direct payment, where your bank account is debited monthly.
- Corporate distribution, where the premium can be paid in monthly payments.



### When does the cover start and end?

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The insurance policy takes effect when an offer is accepted and is renewed annually until it is canceled.



### How do I cancel the contract?

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- Individuals and companies with fewer than five full-time positions can cancel the insurance at any time and it will expire at the end of the following month after the cancellation is received. Other companies can cancel their insurance one month in advance before the end of the insurance period.
- The cancellation must be in writing, for example with an electronic signature.
- The cancellation must be accompanied by confirmation from another insurance company that the Mandatory Vehicle Insurance has taken effect there.