

DEPRECIATION PROTECTION



WHAT IS DEPRECIATION PROTECTION (DPW)?

Depreciation Protection kicks in if your vehicle is ever totaled or stolen and not recovered at anytime over the life of the loan. It waives some or all of your loan balance in the event of the total loss of your vehicle. The waiver benefit is equal to the difference between your vehicle's MSRP or retail value at the time of DPW purchase, less the amount of your loan balance at the time of total loss. (The benefit cannot exceed the DPW addendum limit or your outstanding loan balance at the time of total loss.)

DPW IS IDEAL FOR THOSE WHO:

- Put money down or have equity in the vehicle
- Make accelerated loan payments
- Desire protection from vehicle depreciation
- Desire peace of mind knowing the money invested in a vehicle could be protected

BENEFITS OF PROTECTION

- Benefit triggered by collision or comprehensive total loss, including theft
- Life of loan protection
- No mileage, make or year restrictions
- Open enrollment
- 100% refundable for first 60-days
- Accidental Death protection included, which provides for cancellation of up to \$1,000 of your outstanding loan balance if you die in an accident

COST OF DEPRECIATION

33.3%

The average vehicle depreciates 33.3% in the first five years of ownership.






-iSeeCars "Top 10 Cars That Hold Their Value Best" 2022

\$3,703

The average annual depreciation cost of a medium sedan is \$3,703.

-2022 AAA "Your Driving Costs"

HOW IT WORKS

	Purchased at Dealership	6 Months	1 Year	3 Years	5 Years
					
Price of Vehicle (MSRP / Retail)	\$30,000	\$30,000	\$30,000	\$30,000	\$30,000
Outstanding Loan Balance	\$27,000	\$24,930	\$22,829	\$14,104	\$4,843
Depreciation Protection Waiver Benefit at Total Loss:	\$3,000	\$5,070	\$7,171	\$10,000*	\$4,843

*Maximum Waiver Benefit can vary depending on level of protection selected and/or offered. Please reference the waiver addendum for specifics regarding maximum waiver amounts.
 *\$10,000 Waiver Benefit applies here because waiver amount will not exceed the lesser of the maximum amount listed in the waiver addendum or outstanding loan balance at total loss.
 Loan Amortization Used in Example: 2.99% APR, 72-months