



4 Things You Must Consider Before Buying Vehicle Replacement Insurance

1. Coverage

This is a big one. You need to understand what your claim settlement options are. Do you have a cash settlement clause? Avoid policies that require you to return to the same dealership for credit. You also need to know what the maximum payout for the policy is. What about add-on options for partial loss insurance claims?

2. Cost

Are you getting the best price for the coverage level? Shopping around can save you up to 50% and provide better benefits. Replacement insurance bought at a dealership can come loaded with hidden commissions and fees. If you buy coverage with your primary insurance, watch out for potential increases in cost year to year.

3. Flexibility

How flexible is your policy? Can you get a monthly policy or a multi-year? Some policies from dealerships or your primary insurer are only available right when you buy the vehicle. What if you wanted to wait a couple of weeks? Take your time and learn about all the options available.

4. Stability

Does your premium increase year after year? Do you have to keep the same collision/comprehensive insurer for 4 to 7 years? Multi-year policies you don't need to renew offer the best value and you get a significant discount for the total cost. Know that you are still covered in 4 to 7 years when the depreciation risk is significant.

"What an easy and perfect way to purchase replacement cost insurance for my new car, from the comfort of my home with Obvi. Highly recommended. 5 stars."

- Janette N, British Columbia

How does vehicle replacement insurance work?

In the event of a write-off, your primary insurance settlement will pay the Actual Cash Value (ACV) of the vehicle. A new vehicle can lose up to 50% of its value in four years. The policy helps protect your significant cash investment from this depreciation. It covers the difference between the cost of a new vehicle and the payout from your primary insurer.

What options are available with Obvi?

The policy includes deductible reimbursement up to \$500. In addition, you can add OEM Parts coverage. In an accident, this gets you original parts instead of cheap third-party ones. The optional plus package includes rental car reimbursement, key fob replacement, and deductible payback. You can also add diminished value coverage. If your vehicle has significant repairs after an accident, it loses resale value. This add-on will give you a cash settlement for 10% of the vehicle's current value.

The next step is to [get a quote](#). If you have already gotten one, the next step is to [connect with an agent](#) to buy a policy.

Call 1-844-712-2054

