

## **HOUSEHOLD CONTENTS - AVERAGE CLAUSE**

Please take note of the following example:

### **UNDER INSURED**

*This means that the current Sum Insured is less than what the actual value of your belongings should be Insured for.*

### **AVERAGE**

*Average will be applied according to the percentage of under-insurance.*

<i>Example</i>	<i>Current Sum Insured</i>	<i>R100 000.00</i>
	<i>Suggested Sum Insured</i>	<i>R150 000.00</i>

*The above scenario constitutes an under-insured percentage of 33.3%. In the event of a claim 33.3% will be deducted from the actual claim amount.*

*For example : say your claim amounts to R60 000 the Insurers will only settle for R40 000. You will be regarded as your own insurer for the shortfall of R20 000.*

*This is merely an attempt to ensure that you are adequately insured and to prevent any misunderstanding should any claims arise.*

*We attach an inventory form for completion, which will assist you to establish the correct amount your household contents should be insured for.*