

# WHEN MIGHT GAP BE A SMART CHOICE?

If you have:

- Financed or leased a vehicle.
- 20% or less down payment.
- Financed for longer terms.



BMW Financial Services



## BMW GUARANTEED AUTO PROTECTION.

The BMW Ultimate Protection Guaranteed Auto Protection (GAP) product is optional and is not insurance. All transactions related to the optional BMW Ultimate Protection GAP product are governed solely by the provisions of the BMW Ultimate Protection Guaranteed Auto Protection (GAP) Deficiency Waiver Addendum ("Addendum"). This document provides general information about the BMW Ultimate Protection GAP product and should not be solely relied upon when purchasing coverage. Please refer to the Addendum for details of terms, conditions, and specific coverage details, including limitations and exclusions. Coverage may vary by state. Not all vehicle models may be eligible for coverage. Please see your BMW Retailer for more information.

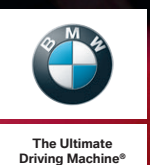
The Administrator of BMW Guaranteed Auto Protection (GAP) is Safe-Guard Products International, LLC, Two Concourse Parkway, Suite 500, Atlanta, GA 30328, 1 (844) 245-1269.

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# BMW GUARANTEED AUTO PROTECTION.

PROTECTION IN CASE OF A TOTAL LOSS.



BMW Financial Services



## BMW GUARANTEED AUTO PROTECTION.

If your BMW is declared a total loss due to an accident, theft, or natural disaster, your primary insurance company may only pay you for the amount equal to their assessment of the market value of your vehicle at the time of the total loss, less your deductible amount. Unfortunately, there may be a significant “gap” between what your primary insurer pays and the balance you owe on your vehicle finance agreement.

The Guaranteed Auto Protection (GAP) product may help protect you by waiving some or all of the difference.<sup>1</sup> It's your best bet for added protection in a worst-case scenario.

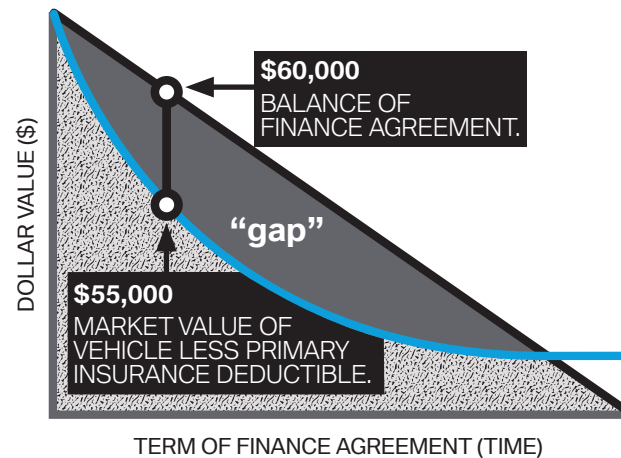
### GAP BENEFITS:<sup>1</sup>

- Waives up to \$50,000 of the “gap” due to a covered total loss.
- Includes coverage for your primary insurance deductible up to \$1,000.<sup>2</sup>
- Covers amount financed up to 150% of the vehicle's MSRP/NADA value.<sup>3</sup>
- Covers vehicle finance agreement terms up to 84 months.<sup>4</sup>
- Transferable coverage may add to your BMW's resale value if you sell your vehicle to a private party.<sup>5</sup>
- Cancelable at any time; after 30 days, subject to a fee.<sup>5</sup>

## HOW GAP HELPS PROTECT YOUR INVESTMENT.

Here's an example of how a GAP product may help cover a vehicle declared a total loss:<sup>1</sup>

Primary insurance assessment of vehicle market value at time of total loss.	\$56,000
Primary insurance deductible.	– \$1,000
Market Value of Vehicle less Primary Insurance Deductible.	\$55,000
Outstanding finance agreement balance at time of total loss, assuming all payments were made on time.	\$60,000
<b>Potential amount you owe.</b>	<b>= \$5,000</b>
Waived by GAP.	– \$5,000
<b>Out-of-pocket expenses with GAP.</b>	<b>\$0</b>



The examples above are for illustrative purposes only. Actual GAP waiver benefit calculations will vary based on your specific circumstances and may not result in a GAP waiver benefit. Primary insurance deductible coverage is available up to \$1,000 and may not be available in all states.

## COVERAGE EXCLUSIONS MAY APPLY:<sup>6</sup>

- Any amounts or terms exceeding the program maximum limits listed under “GAP benefits” or in your Addendum.
- Any amounts owed on your vehicle finance agreement resulting from late fees, due date changes, or from missed, delinquent, deferred, or skipped payments.
- Total losses resulting from dishonest, fraudulent or illegal acts (such as DUI) by customer, customer's family member, or other person acting under customer's authority.
- Vehicles used for competitive racing or for a prohibited commercial purpose, including, but not limited to, ride share services.
- If the customer has refinanced the original vehicle finance agreement or the original covered vehicle.
- The following deductions taken by the primary insurer: prior damage, salvage, missing items, excess towing, custom equipment, and storage.

<sup>1</sup> Please refer to your Addendum for details. GAP programs vary by BMW Retailer/lender/state of purchase. Maximum eligibility limits, coverage limits, and exclusions apply. Note that you remain responsible for past due payments, late fees, other charges on your vehicle finance agreement, and any other amounts that are not covered by the GAP product.

<sup>2</sup> Primary insurance deductible coverage is not available in all states. See state-specific provisions in your Addendum for complete details.

<sup>3</sup> This is a limitation on the ratio of the vehicle finance agreement amount compared to the vehicle value. No coverage will be provided for the portion of the outstanding vehicle finance agreement balance resulting from the amount financed being greater than 150% of the MSRP/NADA value of the vehicle. In the event of a total loss, the outstanding vehicle finance agreement balance will be re-amortized as if the amount financed were 150% of the MSRP/NADA value (unless state law provides otherwise).

<sup>4</sup> This is a limitation on the vehicle finance agreement term. No coverage will be provided for the portion of the outstanding vehicle finance agreement balance resulting from the vehicle finance agreement term being greater than 84 months. In the event of a total loss, the outstanding vehicle finance agreement balance will be re-amortized as if the vehicle finance agreement term were 84 months (unless state law provides otherwise).

<sup>5</sup> Please see your Addendum for complete transfer and cancellation rules, including state-specific transfer and cancellation rules.

<sup>6</sup> Additional exclusions may apply. Please see your Addendum for specific coverage details, including limitations and exclusions.