

# Mechanical Breakdown Physical Damage Insurance Requirement

We have the right to require Mechanical Breakdown and Physical Damage Insurance on the motor vehicle which is serving as the security for the loan we are making you. Although we require that the vehicle be insured, we will not require you to obtain coverage through us. You may purchase the required insurance through an agent or company of your choice. Insurance must remain in force through the entire term of the loan.

The required MECHANICAL BREAKDOWN insurance must provide coverage with no deductible greater than \$250.00 and must show Auto Title Loan /Payday Loan Company as the loss payee or the lien holder.

The PHYSICAL DAMAGE insurance must provide at least comprehensive and collision coverage with no deductible greater than \$250.00 and must also show Auto Title Loan /Payday Loan Company as the loss payee or the lien holder.

## AUTHORIZATION

If I do not provide or maintain the required insurance as described in the preceding paragraph, I authorize Auto Title Loan /Payday Loan Company to apply for single interest insurance to protect its interest in the vehicle described below. The cost of such coverage and any finance charges will be added to my contract balance. Finance charges, if any, will be at the annual percentage rate applicable to the motor vehicle described below.

I further understand that single interest insurance may be added to my contract as a result of me not providing the required insurance. The rates for this insurance are not fixed or approved by the state board of insurance and does not provide me any protection, nor does it fulfill the requirement of any state "financial responsibility", "no fault", or "minimum liability insurance" laws, or does it afford me any personal injury liability, property damage liability, uninsured or underinsured motorists or medical payment coverage, and furthermore such insurance protects only the lien holder and does not protect my equity in the vehicle described below.

Please check one of the following:

### **Mechanical Breakdown**

I have valid and collectible insurance protecting the below named vehicle and have provided you with a loss payable clause naming you as "loss Payee".

I do not have the required insurance and do not intend to obtain it. I therefore request that you obtain single interest insurance or some other form of protection to protect your interest in the vehicle. I further understand that I will be required to pay the weekly premium.

### **Physical Damage**

I have valid and collectible insurance protecting the below named vehicle and have provided you with a loss payable clause naming you as "loss Payee".

I do not have the required insurance and do not intend to obtain it. I therefore request that you obtain single interest insurance or some other form of protection to protect your interest in the vehicle. I further understand that I will be required to pay the weekly premium.

**NOTE: You have the option for ten days from the date of the loan, of furnishing the required insurance coverage either through existing policies of insurance owned or controlled by you or of procuring and furnishing equivalent insurance coverage through any insurance company authorized to transact in Texas.**

First Name: Rod Middle: N Last: Jones

Street Name: 1015 East Barbara Court City: Goodlettsville

State: TN Zip: 37072- Telephone: (615) 855-432

## Signatures

Borrower: \_\_\_\_\_

Co-Signer: \_\_\_\_\_

\_\_\_\_\_  
Witness:

Date: \_\_\_\_\_

Date: \_\_\_\_\_