

1. Description of vehicles

Any motor vehicle the property of or in the custody or control of the Policyholder in connection with their business, but excluding:

- (a) Any steam driven vehicle
- (b) Any goods carrying vehicle used for hire or reward, but use
 - (i) of recovery vehicles licensed under the Recovery Vehicle Taxation Class
 - (ii) under the Trade Plate for the carriage of goods for demonstration purposesin accordance with the regulations applicable to such licences, is not deemed to be hire and reward
- (c) Any vehicles owned by the Policyholder and hired under a hire purchase, leasing or contract hire agreement to any partner or director of the Policyholder or to any person in the Policyholder's employment unless said vehicle is in the custody or control of the Policyholder for repair, testing, servicing, maintenance, alteration, cleaning or inspection
- (d) Any vehicle owned or operated by the Policyholder while being used for self drive hire.

2. Persons or Classes of Persons entitled to drive

- (a) In respect of any vehicle being used for the purposes described in 3(a) below:

The named persons shown as entitled to drive for business purposes on the cover-note.

- (b) In respect of any vehicle being used for the purposes described in 3(b) below:

The named persons shown as entitled to drive for social, domestic and pleasure purposes on the cover-note.

- (c) In respect of any vehicle being used for demonstration purposes:

Any person, provided they are driving with the permission of the Policyholder and are accompanied by a person entitled to drive as described in (a) above.

- (d) In respect of any vehicle loaned to or hired to a customer of the Policyholder :

Any customer of the Policyholder, or any person driving with the customer's permission, provided the vehicle is loaned or hired to the customer while the customer's vehicle is in the Policyholder's custody for repair, testing, servicing, maintenance, alteration, cleaning or inspection.

Provided that the person driving holds a licence to drive the vehicle or has held and is not disqualified from holding or obtaining such a licence.

3. Limitations as to Use

- (a) Use for the purpose of the Policyholder's business as a Motor Trader, including demonstration purposes or use for towing any vehicle (mechanically propelled or otherwise).
- (b) Use for social, domestic and pleasure purposes.
- (c) Use for the purposes of the business of any customer of the Policyholder, or for social, domestic and pleasure purposes, provided the vehicle is loaned or hired to the customer while the customer's vehicle is in the Policyholder's custody for repair, testing, servicing, maintenance, alteration, cleaning or inspection.

The Policy does not cover:

- (a) use for the carriage of passengers for hire or reward (other than in a recovery vehicle in the circumstances allowed under the Recovery Vehicle Taxation Class)
- (b) use in any competition, trial, performance, test, race or trial of speed, including off-road events, whether between motor vehicles or otherwise, and irrespective of whether this takes place on any circuit or track, formed or otherwise, and regardless of any statutory authorisation of any such events
- (c) use to secure the release of any motor vehicle which has been seized by or on behalf of any government or public authority which was not the property of the Policyholder or in his custody or control at the time of seizure.