

Protect Yourself – Select the appropriate sum insured

It is important that your home is insured for its actual value. Underinsurance adds more stress to an already difficult situation. Don't run the risk of not being covered for the full value of your loss.

We recommend that you purchase an amount of coverage at least equal to the estimated replacement cost. Since it is impossible to predict today what the exact cost will be to replace your home in the future, it's important to have enough coverage to account for unforeseen circumstances and to utilize experts in determining this estimated value.

We also recommend that you review your sum insured value at least annually and give consideration to whether:

- You have remodeled or improved your home recently – when you upgrade or improve your home, the estimated replacement cost increases. Notify your NAGICO representative immediately, should you engage in such activities, to ensure you are protected.
- The cost of construction has changed, which is influenced by labour supply, demand for labour, and the cost of construction materials.
- The rate of inflation has risen.