

AKOPLEX EXTENDED WARRANTY WARNING

OMVIC has learned AKOPLEX, an extended warranty company, is soliciting Ontario dealers to sell AKOPLEX warranties. Section 47 of the MVDA Regulations stipulates dealers may only sell extended warranties which are backed financially in one of two ways: 1) the warranty is insured by an insurance company registered with the Financial Services Commission of Ontario, or, 2) the warranty company provides an irrevocable letter of credit to the Motor Vehicle Dealers Compensation Fund; this money would be used to pay claims to the fund in the event the warranty company failed.

Despite repeated attempts by OMVIC staff to obtain information, AKOPLEX has not provided proof of insurance or a letter of credit to the FUND.

Dealers who sell an extended warranty that does not meet the section 47 requirements may face prosecution and are responsible for ALL claims which may arise if the warranty company is unable or unwilling to pay a consumer's claim.

Therefore dealers are reminded not to sell any warranty that does not comply with MVDA regulations.

For a full list of warranty companies that have provided the necessary information to show compliance with section 47 of the MVDA visit:
http://www.omvic.on.ca/services/shared/insured_warranty_providers.htm

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