

What is a No-Claim Discount (NCD)?

If no claim has been made under your policy for a year or more, you are entitled to a No-Claim Discount (NCD). The NCD reduces the premium for the following year. The following table shows how the NCD is set by HSBC Life which is consistent with industry best practices.

Private car policies		Commercial vehicle and motorcycle policies	
Period of insurance with no claim	Discount on renewal	Period of insurance with no claim	Discount on renewal
1 year	10%	1 year	10%
2 years	20%	2 years	15%
3 years	30%	3 years or longer	20%
4 years	40%		
5 years or longer	50%		

If there is a claim made under the policy, **your NCD will be reduced** as follows.

Private car policies		Commercial vehicle and motorcycle policies	
Current NCD	NCD after 1 claim during your policy period	Current NCD	NCD after 1 claim during your policy period
50%	20%	20/15/10%	0%
40%	10%		
30% and under	0%		

Adjustments to No Claim Discounts upon non-reporting

Private car policies		Commercial vehicle and motorcycle policies	
Current NCD	At Renewal	Current NCD	At Renewal
50%	40%	20%	15%
40%	30%	15%	10%
30%	20%	10%	0%
20%	10%	0%	0%
10%	0%		
0%	0%		

Please check with your intermediary or HSBC Life to check whether your NCD will be affected.