ANNEXURE E

SALVAGE CODES

Code 1 - New

New motor vehicles delivered by a dealer to the first owner.

Code 2 - Second Hand

Used motor vehicles with one or more previous owners.

Code 3 - Built up/Permanently unfit for use

Code 3 motor vehicles are Code 1 or 2 motor vehicles involved in an incident, and subsequently being declared unfit for use as a motor vehicle, such motor vehicle may be rebuilt however will forever reflect a code 3 allocation and undergo the stringent procedures set out in the legislation.

A motor vehicle is "Built up or Permanently unfit for use", when the extent of the damage includes structural defects that require substantial rebuilding.

Code 4 - Permanently Demolished

Permanently demolished, means that the <u>chassis</u> of a motor vehicle has been

- a) Compacted;
- b) compressed;
- c) melted;
- d) destroyed
- e) damaged to such an extent that the motor vehicle concerned cannot be made roadworthy and the chassis cannot be used to build a motor vehicle".