

Financial Education Ep 11 - Answers

1. Complete the blanks in this statement about insurance

You pay a small amount of money to protect against something bad happening - and if that thing does happen, the insurance pays you a large amount of money to help out, against whatever happened.

2. What would you use Money Supermarket, Confused.com or Compare The Market for?

- Making an Insurance Claim
- Compare cheapest prices of insurance ✓
- Taking out Car Insurance only

3. What are the ways insurance can usually be paid for?

Annually and monthly direct debit

4. Match up these terms and their descriptions

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|---------|---|---|
| Premium | → | The amount you still have to pay a bit towards the costs yourself. |
| Cover | → | The monthly or yearly payment. It is the cost of the insurance policy. |
| Claim | → | The payout the company will make if the bad thing you are insuring against happens. |
| Excess | → | What you do, if you need to insurance to pay out. |

5. What is the car insurance called where it only pays damage costs to the other person in an accident?

Third party

6. Which element of home insurance, pays for damage to the actual property?

- Contents Insurance
- Fully Comprehensive
- Building Insurance ✓