



Insurance

Use the information in Fact Sheet FC2 - Insurance to help you answer the following questions:

1. What is insurance and how does it work?
2. Give three examples of situations where insurance might end up saving you a lot of money.
3. Describe what an **Extended Warranty** is. What is the difference between a guarantee and an extended warranty?
4. What type of insurance pays money to a person's family if they die?
5. Describe the John Darwin case.
6. Describe the two main types of insurance for the home.
7. For what types of events does travel insurance cover you?
8. Which insurance is compulsory for drivers and what does it cover?
9. If the NHS provides a free health service, why might some people choose to take out private medical insurance?
10. Insurance is really about protecting against the risk of something happening that might end up costing you large amounts of money. Give three examples of situations where you might lose a lot of money by choosing NOT to take out insurance. Describe what might happen.

DID YOU KNOW?

Some celebrities such as movie stars, musicians and athletes insure their body parts for millions of pounds!