

**Assignment: Insurance Myths vs. Facts**

Name \_\_\_\_\_ Date \_\_\_\_\_

*Like any industry, a variety of myths surround insurance. Consumers of auto, home and business insurance may have misconceptions about policies and coverage as well as how the industry operates.*

**TASK: Explain these key facts about the Canadian insurance industry and dispel the myths!**

**Auto Insurance**

*MYTH: If I'm injured in an auto collision, my medical expenses are paid for by the provincial or territorial government's health care plan.*

FACT: \_\_\_\_\_  
\_\_\_\_\_

*MYTH: Only insurance companies pay for high or excessive legal settlements.*

FACT: \_\_\_\_\_  
\_\_\_\_\_

*MYTH: Insurance companies keep changing the rules on what is and isn't covered.*

FACT: \_\_\_\_\_  
\_\_\_\_\_

*MYTH: Being caught driving without wearing a seatbelt doesn't make me a dangerous driver, so my insurance premiums shouldn't go up.*

FACT: \_\_\_\_\_  
\_\_\_\_\_

**Insurance Industry**

*MYTH: Insurance companies make a fortune on premiums.*

FACT: \_\_\_\_\_  
\_\_\_\_\_

*MYTH: Natural disasters, such as the 2013 floods in Alberta and Ontario, cause insurance premiums to go up everywhere.*

FACT: \_\_\_\_\_

\_\_\_\_\_

## **Claims and Premiums**

MYTH: *It's difficult to get paid for a claim.*

FACT: \_\_\_\_\_

\_\_\_\_\_

MYTH: *You always get less than you ask for, so inflate your claim.*

FACT: \_\_\_\_\_

\_\_\_\_\_