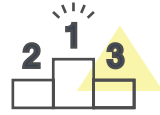
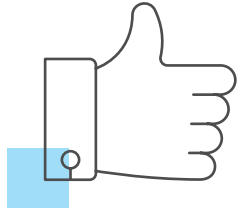


LESSON #5

ACTIVITY

UNDERSTANDING WHY YOU NEED

TO HAVE INSURANCE



No one wants to get stuck in a tough situation without insurance. Read through the scenarios below and determine which type of insurance each person needs and why.

1. Ethan's got a new ride, complete with custom rims and leather interior. He's excited to show it off to his friends, but he can't drive until he gets insurance.

What type of insurance does he need and why? _____

2. Emma is revising her financial plan now that she has a baby. In case anything happens to her, she wants to know her daughter will be taken care of.

What type of insurance does she need and why? _____

3. Jackie is negotiating a job offer and wants to ensure she's covered if she gets sick or injured.

What type of insurance does she need and why? _____

4. Logan decides he is ready to purchase his first home. He has saved up enough money to make a 20% down payment and plans to take out a mortgage from his bank to pay for the rest. In order to get a mortgage though, Logan's lender is requiring him to get insurance.

What type of insurance does Logan need and why? _____

BONUS: If Logan puts less than 20% down, what other type of insurance will he need and why?

