

1. The chart below lists the coverages and semi-annual premiums for Gary's auto insurance policy. He is 19, the primary driver of his car and does not have the best driving record. Use the information on the chart to answer the questions at the bottom of the page.

American Mutual Insurance Company	
A) 500/500 Bodily Injury Liability.....	\$ 490.70
B) 100 Property Damage Liability.....	274.30
C) \$10,000 Medical Payments.....	63.75
D) 500/500 Uninsured and Underinsured Motorist Bodily Injury....	15.00
E) \$500 Deductible Comprehensive Physical Damage.....	255.00
F) \$500 Deductible Collision.....	977.50
Total Semi-Annual Premium.....	\$ 2,076.25



1. What is the total yearly premium on the car?

\$ $2,076.25 \times 2 = 4,152.50$

2. What percentage of the total semi-annual premium is Gary's liability coverage? (Divide the premium for the coverages by the total semi-annual premium and round to the nearest 1/10th percent.)

$765 / 2,076.25 = 36.85$ %

3. What percentage of the total semi-annual premium is Gary's collision coverage?

$977.5 / 2,076.25 = 47.08$ %

For the same six-month period, Gary's parents paid \$307.10 for the same coverages on their car. How much more did Gary pay than his parents?.....

\$ $2,076.25 - 307.10 = 1,769.15$

Gary's semi-annual premium was what percentage of his parent's premium? (Divide Gary's premium by his parent's premium and round to the nearest 1/10th percent).....

$2,076.25 / 307.10 = 676.08$ %

4. Which two coverages are designed to pay for damage to Gary's car?

- (C) Collision
- (D) Comprehensive Physical

5. Which two coverages are designed to help pay for Gary's injuries?

- (E) Medical Payments
- (G) Uninsured and Underinsured

6. Which two coverages are designed to protect others?.....

- (A) Bodily Injury Liability
- (B) Property Damage Liability

7. If Gary turned his car over on a turn and did \$3,468.48 in damage, how much would the insurance company pay?.....

\$ $3,468.48 - 500 = 2,968.48$

Hint. His deductible is \$500. For help, open the file called Type of Insurance and go to slide 0.

Name:

Period:

Date