

# Learning the Ropes

## *Answer Key*

There are many new and different words in the world of insurance. These words can be confusing if you do not know what they mean. Use this worksheet to look up each word and match that word with the correct definition. Good luck!

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|---------------------------|---|
| 1. Deductible ( e )       | a. Responsibility to another person for one's own negligence.   |
| 2. Liability ( a )        | b. The amount paid by a policyholder to an insurance company to obtain or maintain an insurance policy. |
| 3. Insurer ( i )          | c. A person who sells insurance policies.   |
| 4. Premium ( b )          | d. The person or party who owns an individual insurance policy. Also called a policyholder.             |
| 5. Claimant ( j )         | e. The amount the insured must pay in a loss before any payment is due from the company.                |
| 6. Policy ( f )           | f. The contract issued by the insurance company to the policyholder.                                    |
| 7. Agent ( c )            | g. A person who investigates and settles insurance claims.  |
| 8. Replacement Cost ( h ) | h. The cost associated with replacing property at current market prices.                                |
| 9. Policy Owner ( d )     | i. Another word for an insurance company.   |
| 10. Adjuster ( g )        | j. A person who makes an insurance claim.   |