Name: _____ .

Preview: §1.3: Life insurance and annuity contracts

§1.3.1: Introduction

1. Describe why life insurance products have changed since the 1980s.

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   •

   •

2. Define each of the following.

   (a) insurance

   (b) maturity date

   (c) annuity

§1.3.2: Traditional insurance contracts

Define or describe each of the following.

1. term insurance

2. whole life insurance

3. endowment insurance

4. participating insurance (par, with profit)

5. non-participating insurance (non-par, without profit)

6. reversionary bonus

7. terminal bonus

<u>§**1.3.3: Modern insurance contracts**</u>

Define or describe each of the following.

1. universal life insurance

2. unitized with profit

3. equity-linked insurance

4. unit-linked (UK), segregated fund (Canada), variable annuity (USA)

5. Equity-Indexed Annuity (EIA)