

## 20 Additional Insurance Myths – How Many Do You Know?

Congratulations, you got access to the additional 20 insurance myths. We hope you will find these additional insights interesting and useful.



	<b>MYTH</b>	<b>TRUTH</b>
<b>1</b>	<b>Condo insurance only covers my condo.</b>	Condo insurance covers more than your condo. It may also cover your locker and additional condo re-assessment fees that are otherwise passed on to you by your condominium corporation.
<b>2</b>	<b>Home insurance covers your business at home.</b>	Though you may run your business from home, your home insurance will not cover your business-related claims, should you have an event like a fire that damaged your business assets ( <i>computer, printer, product samples, etc.</i> ).  Many other business-related claims will not be covered either.  It's important that you tell your home insurance provider that you operate a business from home, otherwise your entire policy could be void.
<b>3</b>	<b>If my home and all contents are damaged by a fire, my insurance provider will write a cheque for the full limits of insurance under the policy.</b>	No, your insurance provider will only pay the cost to repair or replace what was lost or damaged up to the limits of insurance. It will not simply pay the full limits of insurance.
<b>4</b>	<b>My belongings are not protected when I travel.</b>	No, most home insurance policies cover your personal property while its temporarily removed from your home. That said, there are often sub-limits of insurance for things like cameras and jewellery, so check your policy for complete details.



## Auto Insurance Myths

	<b>MYTH</b>	<b>TRUE</b>
5	<b>When I have a glass damage, I am entitled to new glass if I have glass coverage.</b>	In many cases, especially if the damage is small (e.g. chipped glass) an insurer will pay for repairing the glass only; meaning that a chipped spot or crack will be fixed without substituting the glass completely.
6	<b>Car theft is always covered.</b>	It is covered only under a comprehensive policy. If you decide to buy minimal coverage (only liability), your stolen car will not be covered. Some people may choose to get liability-only coverage for older cars to save on insurance premiums.
7	<b>Insurers will always lowball me on the cost of the written-off vehicle.</b>	Insurance adjusters will often use online sources such as the "Blue Book" to determine the value of your car. Do not expect to get an estimation comparable to a new car, but rather to a car of a similar age.
8	<b>New cars are more expensive to insure.</b>	Not necessarily – some older cars might have a history, making them quite expensive to insure (such as the Honda Civic).



## Life Insurance Myths

	<b>MYTH</b>	<b>TRUE</b>
9	<b>All no medical life insurance plans come with a deferred death benefit.</b>	Some plans come with a deferred benefit but others come with an immediate pay death benefit.
10	<b>You can purchase no medical insurance (also called guaranteed issue) insurance and your family is immediately protected.</b>	These policies are typically designed for people who are in a worse state of health or have health pre-conditions. That's why insurers typically add a two-year period that allows insurers to deny your insurance claim if death occurs within the first two years of the policy purchase, or if it is determined that the death was by death suicide.

<b>11</b>	<b>Your driving history matters for auto insurance but not for life insurance.</b>	If you have not disclosed some aspects of your driving history (e.g. DUI accidents), an insurer might refuse an insurance claim.
<b>12</b>	<b>Your income is not relevant for your life insurance application.</b>	Many companies will consider your household income when assessing your application and can decline you if your household income is below \$30K.



## Critical Illness Insurance Myths

### MYTH

### TRUTH

<b>13</b>	<b>If diagnosed with a critical illness listed in your policy, you will be paid the FULL claim amount.</b>	In some cases you might be paid only a part of your insurance claim as the condition may not be fully covered.
<b>14</b>	<b>You need a critical illness policy that covers all possible illnesses.</b>	The truth is that if your insurance policy covers cancer, heart attack and stroke, that covers over 70% of possible critical illness cases.
<b>15</b>	<b>Critical illness insurance policies never return your premium.</b>	Some critical illness policies have a rider that pays out an extra premium if you don't make a claim.



## Disability Insurance Myths

### MYTH

### TRUTH

<b>16</b>	<b>There is no such thing as a disability plan without health questions.</b>	Certain injury-only plans have no health questions.
<b>17</b>	<b>Disability is a better deal for blue collar workers than critical illness insurance.</b>	Certain blue collar occupations may be better served by a critical illness policy where they are not negatively priced by their occupation.

<b>18</b>	<b>There is no such thing as a disability insurance return-of-premium feature.</b>	Some insurance companies offer a disability insurance plan with a return-of-premium feature, which offers an incentive for staying healthy and not making a claim.
-----------	--	--



## Travel Insurance Myths

	<b>MYTH</b>	<b>TRUTH</b>
<b>19</b>	<b>My sport injuries while travelling abroad are covered.</b>	Most travel medical plans will not pay for injuries sustained in professional sports outside of Canada. Some policies may include limited coverage for adventure sports, or you can purchase an additional rider. These riders will often list exactly which sport activities are covered.
<b>20</b>	<b>Travel medical insurance on your credit card only covers you.</b>	Some credit cards will also cover your spouse and children. Please consult the detailed travel insurance policy of your credit card.

We hope that you enjoyed this additional list of insurance myths and that some of these tips will save you money. If you are searching for a specific type of insurance, we can help you to get the [best car insurance quotes](#), [affordable home insurance](#), and [cheap life insurance quotes](#).