

Name _____

Finance
Unit 4 – Risk Management & Insurance
Rate the Risk

How risky do you think it would be to provide life insurance for the fictional people on this page? Read the profiles below and then give a “risk rating” to each one using a scale of 1 to 10 where 1 is the lowest risk of dying in the near future and 10 is the highest.

Joey Smith is 23 years old, single, and carefree. He goes to bed late, sleeps late, eats fast food three meals a day, and snacks on junk food constantly. He loves thrills. He has a Harley and a Dodge Viper and drives both very fast. He works as a stuntman for movies and races cars on the weekend.									
Risk Rating									
1	2	3	4	5	6	7	8	9	10
Explain:									
Jane Green , 29, is a registered nurse and a total health nut. She works out at the gym five days a week and competes in 10K races every other weekend. She is a vegetarian. She has never smoked, and she doesn't drink. Her mother suffered from breast cancer.									
Risk Rating									
1	2	3	4	5	6	7	8	9	10
Explain:									
Mark Johnson is 45, married, and has two teenage daughters. He has worked as an accountant for the same firm since graduating from college. He drives a station wagon and has never received a ticket for a driving violation. During his free time, he likes to go bird watching. His only bad habit: He smokes three packs of cigarettes a day.									
Risk Rating									
1	2	3	4	5	6	7	8	9	10
Explain:									
Helen Martinez , 59, was a surgeon until she suffered a heart attack last year and was forced to retire early. There is a history of heart disease in the family. She enjoys reading books and going to the movies. She and her husband recently moved to a retirement community in Florida to be closer to their grandchildren.									
Risk Rating									
1	2	3	4	5	6	7	8	9	10
Explain:									
Brian Culver , 18, plays roller hockey on a regular basis. His equipment is a little old, but he's saving up for new skates and knee and elbow pads by working a part-time construction job. He spends the rest of his time studying to maintain a solid B average and playing games on his home computer.									
Risk Rating									
1	2	3	4	5	6	7	8	9	10
Explain:									