

Introduction to motor insurance

PL1: 2020–21 edition

Web update 1: 30 April 2020

Please note the following updates to your copy of the PL1 study text:

Chapter 1, section A1, example 1.2, page 1/4

Amend the text at the end of this example to read as follows (amendments in **bold**):

Overall, Marjorie's **costs will be** (£2,740.20 + £11,300) = £14,040.20.

If Marjorie had bought an insurance policy, she would have had to pay a premium and a policy excess towards the incident. This may have come to about £700 in total. The rest of the costs – **with the exception of her lost wages** – would have been paid by the insurance company! (**Basic motor insurance policies will not cover the policyholder's lost wages if they are at fault for the accident.**)

Chapter 1, section B3A, page 1/11

Amend the first sentence of the second paragraph to read as follows (amendments in **bold**):

This **may** take the form of a green card which is a recognised document in the EU.

Amend the final paragraph to read as follows (amendments in **bold**):

Once the UK leaves the EU, these green cards **may** once again become part of the documentation that an insurer will issue to their policyholders.

Chapter 1, question answer 1.4, page 1/17

Amend the text, so that the correct answers are 'a. Death or injury to someone else.' and 'c. Damage to someone else's property'.