



**TPLL**Life  
**UNDERINSURANCE**

# Underinsurance in Health Insurance?

- **Underinsurance** is the state of an individual having some form of health insurance that does not offer complete financial protection.
- This results in the underinsured individual to therefore lack the ability to cover out-of-pocket healthcare expenses.
- While underinsurance may result in lower premiums paid by the policy holder, the loss arising from a claim may far exceed any marginal savings in insurance premiums.
- There is not yet one clear definition that has been established to include all of the domains that must be addressed. There are three domains that are included when considering underinsurance in healthcare. They include;
  - (1) the economic characteristics of health insurance,
  - (2) the benefits that are or are not covered, and
  - (3) actual access to health services and resources.

All of these aspects must be considered when defining, measuring, and identifying instances of underinsurance.

# Underinsurance in Life Insurance

---

- [Life insurance](#) is all about managing risks so you can help protect yourself, your loved ones and your lifestyle.
- Being underinsured means you don't have the right level of cover to support you and your family if you pass away or you need to be absent from work.
- Need based Analysis of a customer can help in identifying amount of underinsurance

# Are you at risk of underinsurance?

- As your life changes your cover needs may too. Keep evaluating your assets and debts to ensure you're properly protected.

In the last year:	Yes	No
Has your income changed?		
Do you have new financial obligations, like starting a new business?		
Do you have a mortgage, car loan or other debts?		
Do you have children or are you expecting a child?		
Did you get married or divorced?		
If you answered yes to any of these questions you may be at risk of being underinsured		