

NEW YORK LIFE AND HEALTH INSURANCE LICENSE STUDY GUIDE - PRACTICE EXAM 13 (150 QUESTIONS)

This 150-question practice exam reviews life insurance, annuities, health insurance, disability income, managed care, government programs, and New York producer regulation. Select the one best answer for each question. This is an original study aid and is not an official New York licensing examination.

1. The principal in the insurer-producer relationship is normally the?

- A. insurer
- B. policyowner
- C. applicant
- D. beneficiary

2. A person authorized to act for another is an?

- A. principal
- B. beneficiary
- C. agent
- D. claimant

3. A contract formed by exchanging promises is a?

- A. unilateral contract
- B. bilateral contract
- C. aleatory contract
- D. adhesion contract

4. A life policy is aleatory because?

- A. both parties make equal promises
- B. the insured owns the contract
- C. premiums are refundable
- D. performance depends on an uncertain event

5. A contract requiring only one party to make a legally enforceable promise is?

- A. unilateral
- B. bilateral
- C. conditional
- D. personal

6. The policy provision that prevents an insured from collecting more than the loss is?

- A. consideration
- B. assignment
- C. indemnity
- D. waiver

7. The insurer's right to pursue a responsible third party after paying a claim is?

- A. indemnification
- B. novation
- C. subrogation
- D. rescission

8. A change made to an existing insurance policy is commonly called an?

- A. endorsement
- B. application
- C. binder
- D. representation

9. The document that summarizes basic coverage while a policy is being issued is a?

- A. rider
- B. endorsement
- C. disclosure
- D. binder

10. An applicant's offer to purchase insurance is usually made by completing the?

- A. policy
- B. application
- C. receipt
- D. rider

11. A temporary conditional receipt is most likely issued when the applicant?

- A. names a beneficiary
- B. changes an address
- C. pays the initial premium with the application
- D. requests a policy loan

12. A producer's duty to explain required disclosures and submit an application accurately is a duty of?

- A. indemnity
- B. good faith
- C. subrogation

D. contribution

13. A material misrepresentation may allow an insurer to?

- A. increase the death benefit
- B. change the beneficiary
- C. assign the policy
- D. rescind the policy

14. The policy schedule generally lists the?

- A. insured, premium, and coverage amounts
- B. producer's commissions
- C. insurer's investment portfolio
- D. claim department procedures

15. A nonforfeiture benefit protects cash value when a policyowner?

- A. stops paying premiums
- B. changes beneficiaries
- C. takes a policy loan
- D. assigns the policy

16. A life insurance policy is primarily designed to provide?

- A. medical expense reimbursement
- B. property loss coverage
- C. liability defense
- D. financial protection at death

17. Term life insurance provides coverage for a?

- A. lifetime with cash value
- B. specified period
- C. hospital confinement
- D. disability retirement

18. Level term life generally has a death benefit that?

- A. increases each year
- B. decreases each year
- C. stays the same during the term
- D. equals cash value

19. Decreasing term life is often used to cover a?

- A. growing retirement account
- B. fixed annuity payment
- C. hospital deductible
- D. declining mortgage balance

20. Renewable term insurance allows the insured to?

- A. continue coverage without proving insurability
- B. borrow against cash value
- C. change the face amount freely
- D. receive annual dividends

21. Convertible term insurance allows the owner to?

- A. surrender coverage for cash
- B. exchange term coverage for permanent coverage
- C. increase benefits without cost
- D. assign the policy to an insurer

22. Whole life insurance is characterized by?

- A. coverage only for accidents
- B. declining death benefits
- C. permanent protection and cash value
- D. no fixed premium

23. A straight whole life policy generally has?

- A. increasing premiums and term coverage
- B. level premiums and a level death benefit
- C. variable premiums and no cash value
- D. annual renewability only

24. Limited-pay whole life is designed so premiums are?

- A. paid for a stated period
- B. adjusted monthly by interest rates
- C. waived after every claim
- D. paid only at death

25. Single-premium whole life is funded by?

- A. monthly flexible premiums
- B. employer contributions only
- C. one lump-sum premium

D. annual renewable charges

26. Universal life commonly provides?

- A. fixed benefits with no cash value
- B. hospital expense coverage
- C. guaranteed dividends only
- D. flexible premiums and adjustable death benefit

27. Variable life places cash value in?

- A. separate account investment options
- B. the insurer's general account only
- C. a bank savings account
- D. a fixed annuity account

28. In variable life, the policyowner bears the?

- A. mortality risk only
- B. investment risk
- C. underwriting risk only
- D. credit risk of the producer

29. An adjustable life policy permits changes to?

- A. the insurer's legal domicile
- B. the insured's age
- C. the policy's issue date
- D. premium, face amount, or protection period

30. The cash value of a whole life policy is generally available through a?

- A. coinsurance clause
- B. conversion privilege
- C. policy loan
- D. grace period

31. If a policy loan is unpaid at death, it generally?

- A. voids every beneficiary designation
- B. increases the cash surrender value
- C. reduces the death proceeds
- D. creates a new annuity

32. The grace period protects a policy from immediate lapse after a?

- A. policy loan
- B. beneficiary change
- C. conversion request
- D. missed premium

33. The incontestability clause limits the insurer's ability to contest a policy after a stated time, except for?

- A. nonpayment of premium
- B. a change of address
- C. a beneficiary change
- D. a loan request

34. The entire contract provision generally includes the policy and?

- A. agent's personal notes
- B. attached application
- C. insurer advertisements
- D. beneficiary's will

35. A revocable beneficiary can be changed by the owner?

- A. only with a court order
- B. only at policy anniversary
- C. only after the insured dies
- D. without the beneficiary's consent

36. An irrevocable beneficiary normally must consent before the owner?

- A. pays a premium
- B. changes that beneficiary designation
- C. receives a policy statement
- D. names a contingent beneficiary

37. A contingent beneficiary receives proceeds when the primary beneficiary?

- A. dies before the insured
- B. pays a premium
- C. changes address
- D. borrows cash value

38. A per stirpes designation distributes a deceased beneficiary's share to the beneficiary's?

- A. insurer

- B. producer
- C. descendants
- D. creditors

39. A common disaster clause is intended to address uncertainty about?

- A. the amount of premium
- B. the order of deaths
- C. the policy loan rate
- D. the insured's occupation

40. A spendthrift clause helps protect proceeds from a beneficiary's?

- A. employer
- B. producer
- C. creditors
- D. physician

41. An absolute assignment transfers?

- A. all ownership rights
- B. only premium payment duties
- C. only beneficiary rights
- D. only dividend rights

42. Collateral assignment is most often used to secure a?

- A. beneficiary change
- B. policy conversion
- C. dividend option
- D. loan

43. The settlement option that pays proceeds in equal periodic amounts for a selected period is?

- A. interest-only option
- B. fixed-period option
- C. life income option
- D. lump-sum option

44. Under the interest-only settlement option, the insurer pays?

- A. interest while retaining principal
- B. principal in monthly installments
- C. a lifetime income only
- D. cash value immediately

45. A life income settlement option provides payments that continue for the beneficiary's?

- A. selected ten-year period
- B. policy loan term
- C. employer contract
- D. lifetime

46. A guaranteed minimum death benefit feature is most associated with?

- A. level term life
- B. credit life insurance
- C. variable universal life
- D. group accident coverage

47. The amount paid at surrender of a permanent policy is the?

- A. face amount
- B. cash surrender value
- C. premium refund
- D. policy loan balance

48. Extended term is a nonforfeiture option that uses cash value to buy?

- A. paid-up term insurance
- B. additional whole life cash value
- C. an immediate annuity
- D. a disability income rider

49. Reduced paid-up insurance uses cash value to purchase?

- A. a larger renewable term policy
- B. a refund of all premiums
- C. a smaller fully paid permanent policy
- D. an accident-only policy

50. The automatic premium loan provision uses?

- A. dividends to increase face amount
- B. interest to reduce premiums
- C. a rider to waive premiums
- D. cash value to pay an overdue premium

51. A dividend option that purchases small additions of whole life insurance is?

- A. paid-up additions

- B. accumulation at interest
- C. cash payment
- D. premium reduction

52. A participating policy may pay dividends because?

- A. the policy has no beneficiary
- B. the producer waived commission
- C. the insured is disabled
- D. the insurer's experience was better than expected

53. Life insurance dividends are generally treated as?

- A. ordinary earned income
- B. capital gain income
- C. a return of premium
- D. taxable death benefits

54. The policyowner may use dividends to?

- A. extend a health deductible
- B. reduce a premium payment
- C. change the insured's age
- D. eliminate insurable interest

55. A waiver of premium rider usually becomes available when the insured is?

- A. unemployed for one week
- B. hospitalized overnight
- C. totally disabled
- D. retired at age sixty-five

56. An accidental death benefit rider typically pays an additional amount when death results from?

- A. a natural illness
- B. a policy loan
- C. a beneficiary change
- D. a covered accident

57. A guaranteed insurability rider permits the purchase of additional coverage?

- A. without evidence of insurability at stated times
- B. only after surrendering the policy
- C. only after a disability claim
- D. with a new medical examination

58. A payor benefit rider is commonly used on juvenile life insurance to waive premiums if the payor?

- A. changes occupation
- B. dies or becomes disabled
- C. takes a policy loan
- D. moves to another state

59. A life policy's suicide clause commonly limits payment during an initial period and may return?

- A. cash value plus interest
- B. the face amount
- C. premiums paid
- D. producer commissions

60. A reinstatement provision allows a lapsed policy to be restored if the owner meets stated?

- A. investment return requirements
- B. conditions and evidence requirements
- C. beneficiary voting requirements
- D. annuity payout requirements

61. When a policy is reinstated, a new contestable period may apply to?

- A. the reinstatement
- B. the original issue date
- C. the beneficiary designation
- D. the premium mode

62. A life insurance death benefit is generally paid to the?

- A. insured's employer
- B. writing producer
- C. state insurance department
- D. named beneficiary

63. A viatical settlement involves sale of a life policy by a?

- A. minor beneficiary
- B. group plan sponsor
- C. terminally ill insured or owner
- D. reinsurer

64. A life settlement differs from a viatical settlement because it commonly involves an insured who is?

- A. not necessarily terminally ill

- B. always a minor
- C. covered under group health
- D. receiving workers compensation

65. An annuity is designed primarily to address the risk of?

- A. dying too soon
- B. outliving income
- C. property damage
- D. professional liability

66. The person whose life expectancy determines annuity payments is the?

- A. beneficiary
- B. policyowner
- C. producer
- D. annuitant

67. During the accumulation period of a deferred annuity, money generally?

- A. is paid only to beneficiaries
- B. must be withdrawn annually
- C. has no interest crediting
- D. grows before payouts begin

68. The annuitization phase is when an annuity begins?

- A. making income payments
- B. accepting initial deposits
- C. charging surrender charges only
- D. issuing a death certificate

69. A fixed annuity generally guarantees?

- A. equity market returns
- B. a variable number of units
- C. a stated interest crediting basis
- D. a separate account balance

70. A variable annuity's value depends primarily on?

- A. a fixed bank deposit rate
- B. separate account investment performance
- C. the insured's health status
- D. the producer's commission rate

71. An immediate annuity usually begins income payments?

- A. only after age ninety
- B. after a five-year waiting period
- C. when the owner dies
- D. soon after purchase

72. A deferred annuity is most suitable when income is intended to begin?

- A. immediately after a claim
- B. at a future date
- C. only after disability
- D. at policy delivery

73. The surrender period is the time during which an annuity withdrawal may incur?

- A. a surrender charge
- B. a mortality benefit
- C. a policy loan
- D. a dividend credit

74. The accumulation unit in a variable annuity represents an ownership interest during?

- A. the payout period only
- B. the grace period
- C. the accumulation period
- D. the contestable period

75. The annuity unit is used to determine variable annuity payments during?

- A. the underwriting period
- B. the free-look period
- C. the elimination period
- D. the payout period

76. A life annuity with period certain guarantees payments for at least?

- A. the owner's lifetime only
- B. a stated minimum period
- C. one calendar month
- D. the insurer's fiscal year

77. A joint and survivor annuity continues payments until the?

- A. first annuitant dies

- B. policyowner surrenders
- C. last covered annuitant dies
- D. producer retires

78. An annuity death benefit before annuitization is commonly paid to the?

- A. designated beneficiary
- B. writing producer
- C. state guaranty fund
- D. employer only

79. Group life insurance is typically written under a master policy issued to the?

- A. individual employee
- B. employer or group sponsor
- C. beneficiary
- D. producer

80. A certificate of insurance is usually given to a group plan?

- A. insurer
- B. reinsurer
- C. claimant
- D. member

81. A contributory group life plan requires employees to?

- A. contribute toward premium
- B. name the employer beneficiary
- C. take policy loans
- D. prove total disability

82. A noncontributory group life plan is generally paid entirely by the?

- A. employee
- B. beneficiary
- C. employer
- D. producer

83. The conversion privilege in group life lets a departing employee obtain?

- A. cash value from group coverage
- B. a new group master policy
- C. a higher salary benefit
- D. individual coverage without evidence of insurability

84. Credit life insurance is designed to pay a borrower's outstanding debt if the borrower?

- A. dies
- B. retires
- C. changes lenders
- D. files a property claim

85. Key person life insurance is purchased by a business to protect against loss caused by the death of a?

- A. major customer
- B. beneficiary
- C. valuable employee
- D. producer

86. In a buy-sell agreement funded by life insurance, proceeds help surviving owners?

- A. pay health deductibles
- B. buy the deceased owner's interest
- C. avoid all income tax
- D. replace a group certificate

87. The Human Life Value approach estimates life insurance need based on?

- A. current cash value
- B. medical expense history
- C. economic value of future earnings
- D. premium mode

88. The Needs approach to life insurance planning focuses on?

- A. the insurer's investment earnings
- B. the producer's commission
- C. the applicant's credit score
- D. specific financial obligations and goals

89. Replacement occurs when a new life policy causes existing coverage to be?

- A. lapsed, surrendered, or changed
- B. converted to group coverage
- C. assigned to a producer
- D. reinsured by a bank

90. Twisting is an unfair practice involving misleading statements to induce a policyowner to?

- A. file a claim

- B. replace coverage
- C. name a beneficiary
- D. pay a loan

91. Churning generally involves using existing policy values to finance a new policy mainly to generate?

- A. death benefits
- B. new commission
- C. health claims
- D. group eligibility

92. A health insurance policy designed to cover doctor visits and hospital care is called?

- A. medical expense insurance
- B. credit life insurance
- C. property insurance
- D. liability insurance

93. Hospital expense insurance generally provides benefits for?

- A. lost business income
- B. property repair
- C. auto liability
- D. hospital confinement

94. Surgical expense coverage is intended to help pay?

- A. life insurance premiums
- B. homeowner repairs
- C. surgeon and operating-room charges
- D. retirement withdrawals

95. Major medical insurance is intended to cover?

- A. only dental cleanings
- B. only accidental death
- C. only property losses
- D. catastrophic medical expenses

96. A deductible is the amount the insured pays before the insurer begins sharing covered expenses?

- A. out of pocket
- B. as a death benefit
- C. as interest income
- D. as cash value

97. Coinsurance requires the insured and insurer to?

- A. share policy ownership
- B. share beneficiary rights
- C. share covered expenses after the deductible
- D. share producer commissions

98. A copayment is usually a?

- A. percentage of death proceeds
- B. fixed amount paid for a covered service
- C. refundable premium
- D. policy loan interest rate

99. An out-of-pocket maximum limits the insured's?

- A. covered cost sharing for a period
- B. life insurance face amount
- C. annuity accumulation value
- D. premium due date

100. Managed care seeks to control costs by coordinating?

- A. beneficiary designations
- B. life policy loans
- C. property claim repairs
- D. access, services, and provider networks

101. A health maintenance organization generally emphasizes?

- A. unlimited provider choice
- B. network-based preventive care
- C. cash value accumulation
- D. fixed annuity payments

102. A preferred provider organization typically allows?

- A. only emergency care
- B. no provider network
- C. network discounts with some out-of-network access
- D. life insurance conversion

103. A point-of-service plan combines features of?

- A. whole life and term life

- B. disability and workers compensation
- C. property and casualty coverage
- D. HMO and PPO arrangements

104. A health plan provider network is a group of providers that agree to?

- A. issue life policies
- B. sell annuities
- C. contracted payment arrangements
- D. guarantee investment returns

105. A gatekeeper in managed care is often the?

- A. primary care physician
- B. beneficiary
- C. reinsurer
- D. policy loan officer

106. Utilization review evaluates whether care is?

- A. covered by life insurance
- B. medically necessary and appropriate
- C. funded by dividends
- D. subject to annuitization

107. Preauthorization is commonly required before certain?

- A. death benefit payments
- B. beneficiary changes
- C. nonemergency services
- D. policy loans

108. Disability income insurance replaces part of income when an insured cannot work because of?

- A. disability
- B. retirement
- C. property damage
- D. death

109. The elimination period in disability income is the?

- A. time benefits are paid
- B. period for premium refunds
- C. time to convert group life
- D. waiting period before benefits start

110. The benefit period is the maximum length of time disability benefits may?

- A. be deferred
- B. be paid
- C. accumulate interest
- D. be contested

111. Own-occupation disability coverage considers whether the insured can perform?

- A. any job in the economy
- B. only volunteer work
- C. only part-time work
- D. the duties of the regular occupation

112. Residual disability benefits address a loss of?

- A. cash value caused by surrender
- B. income caused by partial disability
- C. beneficiary rights caused by assignment
- D. network access caused by relocation

113. A presumptive disability provision may pay full benefits for loss of?

- A. a producer license
- B. a beneficiary designation
- C. specified functions such as sight or limbs
- D. a health network card

114. A waiver of premium provision in disability coverage generally waives premiums during?

- A. qualifying disability
- B. policy delivery
- C. the free-look period
- D. a beneficiary change

115. Accidental death and dismemberment coverage pays benefits for?

- A. all illnesses
- B. covered accidental death or specified losses
- C. routine medical visits
- D. retirement income

116. A specified disease policy pays benefits for a named?

- A. illness or condition

- B. property peril
- C. life policy dividend
- D. annuity surrender

117. Long-term care insurance is intended to assist people who need help with?

- A. life policy underwriting
- B. annuity investing
- C. property inspections
- D. activities of daily living

118. Activities of daily living commonly include bathing, dressing, and?

- A. investing
- B. driving
- C. eating
- D. employment

119. A long-term care policy elimination period is often measured by?

- A. years of employment
- B. days of covered care
- C. premium payments
- D. annuity units

120. Medicare is a federal health insurance program primarily for eligible?

- A. all life insurance beneficiaries
- B. property owners
- C. older adults and certain disabled persons
- D. licensed producers

121. Medicare Part A generally helps cover?

- A. outpatient prescription drugs only
- B. life insurance premiums
- C. dental insurance only
- D. inpatient hospital services

122. Medicare Part B generally helps cover?

- A. physician and outpatient services
- B. inpatient hospital room charges only
- C. life insurance death benefits
- D. long-term care custodial services

123. Medicare Part C is commonly known as?

- A. Medigap
- B. Medicare Advantage
- C. Medicaid
- D. COBRA

124. Medicare Part D provides coverage related to?

- A. prescription drugs
- B. life insurance loans
- C. property liability
- D. annuity income

125. Medigap policies are designed to supplement?

- A. group life conversion
- B. workers compensation benefits
- C. original Medicare cost sharing
- D. annuity surrender values

126. Medicaid is generally a joint federal-state program for eligible persons with?

- A. high cash values
- B. large death benefits
- C. producer appointments
- D. limited income and resources

127. COBRA allows certain people to continue employer group health coverage after?

- A. a policy loan
- B. a qualifying event
- C. an annuity payout
- D. a life insurance death claim

128. HIPAA includes protections related to?

- A. health information privacy and portability
- B. life policy dividends
- C. property claim settlement
- D. annuity surrender charges

129. A health insurance preexisting condition is a condition that?

- A. occurs after a claim is paid

- B. is caused by a policy loan
- C. existed before coverage began
- D. is covered only by life insurance

130. The coordination of benefits provision is intended to prevent?

- A. policy loan interest
- B. duplicate payment beyond covered expenses
- C. beneficiary changes
- D. annuity accumulation

131. Subrogation in health insurance allows an insurer to recover from?

- A. the insured's employer
- B. the insured's physician
- C. the writing producer
- D. a responsible third party

132. Workers compensation generally covers job-related?

- A. life insurance losses
- B. annuity withdrawals
- C. auto physical damage
- D. injuries and illnesses

133. Workers compensation benefits are generally provided without regard to?

- A. employee fault
- B. medical necessity
- C. employment status
- D. premium amount

134. An occupational injury is one that arises out of and in the course of?

- A. retirement
- B. policy delivery
- C. employment
- D. annuitization

135. A group health master contract is issued to the?

- A. individual certificate holder
- B. plan sponsor
- C. beneficiary
- D. producer

136. An employee insured under group health typically receives a?

- A. master policy
- B. policy loan
- C. certificate of coverage
- D. settlement option

137. New York insurance producers must be licensed to?

- A. practice medicine
- B. approve policy forms
- C. adjudicate court cases
- D. sell, solicit, or negotiate insurance

138. The New York Department of Financial Services is responsible for?

- A. regulating insurance in New York
- B. setting federal income tax rates
- C. operating Medicare hospitals
- D. issuing securities dividends

139. A producer appointment authorizes a producer to act for a particular?

- A. insurer
- B. beneficiary
- C. policyowner
- D. claimant

140. An insurer advertisement must not be?

- A. written clearly
- B. reviewed internally
- C. misleading
- D. directed to adults

141. Rebating is generally the practice of offering an inducement not stated in the policy to persuade someone to?

- A. file a claim
- B. change physicians
- C. annuitize a contract
- D. buy insurance

142. Unfair discrimination occurs when similar risks are treated differently without a valid actuarial or underwriting basis?

- A. in beneficiary changes
- B. in insurance practices
- C. in policy loans
- D. in annuity payouts

143. A producer who handles premium funds must account for them promptly because the funds are held?

- A. in trust for the insurer
- B. as personal commission
- C. as a policy loan
- D. as a dividend option

144. The New York free-look right gives a policyowner a period to?

- A. borrow cash value
- B. change the insured's age
- C. file an annuity claim
- D. review and return a new policy

145. A replacement notice is intended to help a consumer understand?

- A. the insurer's stock price
- B. the producer's personal income
- C. the possible disadvantages of replacing coverage
- D. the beneficiary's tax return

146. An insurer may deny a claim based on a policy exclusion only when the exclusion is?

- A. explained only by the producer
- B. clearly stated in the contract

- C. mentioned after a loss
- D. requested by a beneficiary

147. A cease and desist order is an administrative action directing a person to?

- A. pay policy dividends
- B. issue a new annuity
- C. change a beneficiary
- D. stop a prohibited practice

148. An insurance license may be disciplined for?

- A. paying a valid claim
- B. fraudulent or dishonest practices
- C. providing required disclosures
- D. keeping records accurately

149. The purpose of recordkeeping requirements is to support?

- A. higher death benefits
- B. automatic policy loans
- C. regulatory oversight and consumer protection
- D. annuity unit pricing

150. When a producer makes a recommendation, appropriate disclosure helps consumers make?

- A. informed insurance decisions
- B. medical diagnoses
- C. investment guarantees
- D. court rulings

Practice Exam 13: Answer Key and Explanations

1. **A** — The correct answer is insurer. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.
2. **C** — The correct answer is agent. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.
3. **B** — The correct answer is bilateral contract. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.
4. **D** — The correct answer is performance depends on an uncertain event. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.
5. **A** — The correct answer is unilateral. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.
6. **C** — The correct answer is indemnity. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.
7. **C** — The correct answer is subrogation. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.
8. **A** — The correct answer is endorsement. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.
9. **D** — The correct answer is binder. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy

purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

10. B — The correct answer is application. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

11. C — The correct answer is pays the initial premium with the application. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best

12. B — The correct answer is good faith. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

13. D — The correct answer is rescind the policy. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

14. A — The correct answer is insured, premium, and coverage amounts. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

15. A — The correct answer is stops paying premiums. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

16. D — The correct answer is financial protection at death. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

17. B — The correct answer is specified period. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

18. C — The correct answer is stays the same during the term. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual

effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

19. D — The correct answer is declining mortgage balance. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

20. A — The correct answer is continue coverage without proving insurability. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

21. B — The correct answer is exchange term coverage for permanent coverage. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

22. C — The correct answer is permanent protection and cash value. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

23. B — The correct answer is level premiums and a level death benefit. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best

24. A — The correct answer is paid for a stated period. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

25. C — The correct answer is one lump-sum premium. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

26. D — The correct answer is flexible premiums and adjustable death benefit. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

27. A — The correct answer is separate account investment options. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual

effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

28. B — The correct answer is investment risk. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

29. D — The correct answer is premium, face amount, or protection period. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

30. C — The correct answer is policy loan. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

31. C — The correct answer is reduces the death proceeds. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

32. D — The correct answer is missed premium. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

33. A — The correct answer is nonpayment of premium. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

34. B — The correct answer is attached application. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

35. D — The correct answer is without the beneficiary's consent. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

36. B — The correct answer is changes that beneficiary designation. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual

effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

37. A — The correct answer is dies before the insured. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

38. C — The correct answer is descendants. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

39. B — The correct answer is the order of deaths. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

40. C — The correct answer is creditors. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

41. A — The correct answer is all ownership rights. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

42. D — The correct answer is loan. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

43. B — The correct answer is fixed-period option. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

44. A — The correct answer is interest while retaining principal. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

45. D — The correct answer is lifetime. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy

purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

46. C — The correct answer is variable universal life. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

47. B — The correct answer is cash surrender value. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

48. A — The correct answer is paid-up term insurance. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

49. C — The correct answer is a smaller fully paid permanent policy. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

50. D — The correct answer is cash value to pay an overdue premium. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best

51. A — The correct answer is paid-up additions. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

52. D — The correct answer is the insurer's experience was better than expected. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best

53. C — The correct answer is a return of premium. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

54. B — The correct answer is reduce a premium payment. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect.

Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

55. C — The correct answer is totally disabled. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

56. D — The correct answer is a covered accident. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

57. A — The correct answer is without evidence of insurability at stated times. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best

58. B — The correct answer is dies or becomes disabled. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

59. C — The correct answer is premiums paid. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

60. B — The correct answer is conditions and evidence requirements. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

61. A — The correct answer is the reinstatement. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

62. D — The correct answer is named beneficiary. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

63. C — The correct answer is terminally ill insured or owner. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual

effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

64. A — The correct answer is not necessarily terminally ill. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

65. B — The correct answer is outliving income. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

66. D — The correct answer is annuitant. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

67. D — The correct answer is grows before payouts begin. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

68. A — The correct answer is making income payments. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

69. C — The correct answer is a stated interest crediting basis. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

70. B — The correct answer is separate account investment performance. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

71. D — The correct answer is soon after purchase. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

72. B — The correct answer is at a future date. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the

policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

73. A — The correct answer is a surrender charge. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

74. C — The correct answer is the accumulation period. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

75. D — The correct answer is the payout period. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

76. B — The correct answer is a stated minimum period. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

77. C — The correct answer is last covered annuitant dies. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

78. A — The correct answer is designated beneficiary. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

79. B — The correct answer is employer or group sponsor. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

80. D — The correct answer is member. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

81. A — The correct answer is contribute toward premium. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect.

Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

82. C — The correct answer is employer. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

83. D — The correct answer is individual coverage without evidence of insurability. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

84. A — The correct answer is dies. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

85. C — The correct answer is valuable employee. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

86. B — The correct answer is buy the deceased owner's interest. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

87. C — The correct answer is economic value of future earnings. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

88. D — The correct answer is specific financial obligations and goals. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

89. A — The correct answer is lapsed, surrendered, or changed. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

90. B — The correct answer is replace coverage. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the

policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

91. B — The correct answer is new commission. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

92. A — The correct answer is medical expense insurance. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

93. D — The correct answer is hospital confinement. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

94. C — The correct answer is surgeon and operating-room charges. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

95. D — The correct answer is catastrophic medical expenses. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

96. A — The correct answer is out of pocket. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

97. C — The correct answer is share covered expenses after the deductible. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

98. B — The correct answer is fixed amount paid for a covered service. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best

99. A — The correct answer is covered cost sharing for a period. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual

effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

100. D — The correct answer is access, services, and provider networks. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

101. B — The correct answer is network-based preventive care. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

102. C — The correct answer is network discounts with some out-of-network access. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

103. D — The correct answer is HMO and PPO arrangements. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

104. C — The correct answer is contracted payment arrangements. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

105. A — The correct answer is primary care physician. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

106. B — The correct answer is medically necessary and appropriate. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

107. C — The correct answer is nonemergency services. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

108. A — The correct answer is disability. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the

policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

109. D — The correct answer is waiting period before benefits start. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

110. B — The correct answer is be paid. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

111. D — The correct answer is the duties of the regular occupation. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

112. B — The correct answer is income caused by partial disability. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

113. C — The correct answer is specified functions such as sight or limbs. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best

114. A — The correct answer is qualifying disability. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

115. B — The correct answer is covered accidental death or specified losses. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

116. A — The correct answer is illness or condition. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

117. D — The correct answer is activities of daily living. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect.

Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

118. C — The correct answer is eating. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

119. B — The correct answer is days of covered care. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

120. C — The correct answer is older adults and certain disabled persons. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

121. D — The correct answer is inpatient hospital services. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

122. A — The correct answer is physician and outpatient services. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

123. B — The correct answer is Medicare Advantage. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

124. A — The correct answer is prescription drugs. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

125. C — The correct answer is original Medicare cost sharing. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

126. D — The correct answer is limited income and resources. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual

effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

127. B — The correct answer is a qualifying event. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

128. A — The correct answer is health information privacy and portability. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

129. C — The correct answer is existed before coverage began. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

130. B — The correct answer is duplicate payment beyond covered expenses. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

131. D — The correct answer is a responsible third party. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

132. D — The correct answer is injuries and illnesses. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

133. A — The correct answer is employee fault. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

134. C — The correct answer is employment. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

135. B — The correct answer is plan sponsor. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the

policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

136. C — The correct answer is certificate of coverage. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

137. D — The correct answer is sell, solicit, or negotiate insurance. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

138. A — The correct answer is regulating insurance in New York. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

139. A — The correct answer is insurer. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

140. C — The correct answer is misleading. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

141. D — The correct answer is buy insurance. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

142. B — The correct answer is in insurance practices. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

143. A — The correct answer is in trust for the insurer. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

144. D — The correct answer is review and return a new policy. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual

effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

145. C — The correct answer is the possible disadvantages of replacing coverage. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

146. B — The correct answer is clearly stated in the contract. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

147. D — The correct answer is stop a prohibited practice. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

148. B — The correct answer is fraudulent or dishonest practices. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

149. C — The correct answer is regulatory oversight and consumer protection. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.

150. A — The correct answer is informed insurance decisions. It matches the concept described. The other options are related terms, but each has a different role, condition, benefit, party, or contractual effect. Focus on the policy purpose named in the stem and distinguish whether it concerns coverage, ownership, claims, regulation, or payment. That comparison leads to the best response.