

PENNSYLVANIA LIFE, ACCIDENT AND HEALTH INSURANCE LICENSE STUDY GUIDE - EXAM 5 (150 QUESTIONS)

This 150-question practice exam covers life insurance, accident and health insurance, and Pennsylvania producer regulation. Use it as study preparation, not as an official examination. Read each question carefully, select the single best answer, then review the explanations after completing the exam.

1. In a routine producer-client discussion, which policy provides level death protection and no cash value?
 - A. Universal life insurance under the stated policy design
 - B. Whole life insurance under the stated policy design
 - C. Variable life insurance under the stated policy design
 - D. Level term life insurance under the stated policy design
2. In a routine producer-client discussion, what is the usual primary purpose of a whole life policy?
 - A. Coverage that ends at retirement under the stated policy design
 - B. Permanent protection with cash-value accumulation under the stated policy design
 - C. Temporary protection only under the stated policy design
 - D. Investment in separate-account units under the stated policy design
3. In a routine producer-client discussion, which policy has flexible premiums and an adjustable death benefit?
 - A. Industrial life insurance under the stated policy design
 - B. Credit life insurance under the stated policy design
 - C. Universal life insurance under the stated policy design
 - D. Decreasing term life insurance under the stated policy design
4. In a routine producer-client discussion, in variable life insurance, who bears the investment risk?
 - A. The beneficiary alone under the stated policy design
 - B. The policyowner under the stated policy design
 - C. The producer alone under the stated policy design
 - D. The insurer alone under the stated policy design
5. In a routine producer-client discussion, a joint life policy commonly pays when what event occurs?
 - A. Both insureds die under the stated policy design
 - B. The policy reaches maturity under the stated policy design
 - C. The youngest insured retires under the stated policy design
 - D. The first insured dies under the stated policy design
6. In a routine producer-client discussion, what does a survivor-ship policy generally pay on?
 - A. The second insured death under the stated policy design
 - B. The policyowner disability under the stated policy design
 - C. The first premium due date under the stated policy design
 - D. The first insured death under the stated policy design
7. In a routine producer-client discussion, which rider waives premiums if the insured becomes totally disabled?
 - A. Payor benefit rider under the stated policy design
 - B. Waiver of premium rider under the stated policy design
 - C. Guaranteed insurability rider under the stated policy design
 - D. Accidental death rider under the stated policy design
8. In a routine producer-client discussion, the accidental death benefit rider pays an additional amount after?

- A. Any death during the contestable period under the stated policy design
 - B. A voluntary policy surrender under the stated policy design
 - C. A covered accidental death under the stated policy design
 - D. A missed premium payment under the stated policy design
9. In a routine producer-client discussion, what is the purpose of a guaranteed insurability rider?
- A. It prevents beneficiary changes under the stated policy design
 - B. It guarantees a minimum cash value under the stated policy design
 - C. It guarantees a fixed dividend under the stated policy design
 - D. It permits future purchases without evidence of insurability under the stated policy design
10. In a routine producer-client discussion, a spendthrift clause mainly protects policy proceeds from?
- A. A beneficiary creditors claims under the stated policy design
 - B. The producer licensing duty under the stated policy design
 - C. The insured tax return under the stated policy design
 - D. The insurer underwriting loss under the stated policy design
11. In a routine producer-client discussion, which beneficiary designation may be changed by the owner?
- A. Revocable beneficiary under the stated policy design
 - B. Primary beneficiary only under the stated policy design
 - C. Contingent beneficiary only under the stated policy design
 - D. Irrevocable beneficiary under the stated policy design
12. In a routine producer-client discussion, a per stirpes designation distributes a deceased beneficiary share to?
- A. The insurer general account under the stated policy design
 - B. That beneficiary descendants under the stated policy design
 - C. The policyowner estate only under the stated policy design
 - D. The producer trust account under the stated policy design
13. In a routine producer-client discussion, what happens when a policyowner takes a loan against cash value?
- A. The beneficiary becomes irrevocable under the stated policy design
 - B. Premiums are permanently eliminated under the stated policy design
 - C. The death benefit may be reduced if the loan remains unpaid under the stated policy design
 - D. The policy becomes term insurance under the stated policy design
14. In a routine producer-client discussion, a policy surrender usually means the owner receives?
- A. A new policy without underwriting under the stated policy design
 - B. The full face amount under the stated policy design
 - C. Only accumulated dividends under the stated policy design
 - D. The available cash surrender value under the stated policy design
15. In a routine producer-client discussion, which settlement option provides payments for a stated period?
- A. Life-income option under the stated policy design
 - B. Lump-sum option under the stated policy design
 - C. Interest-only option under the stated policy design
 - D. Fixed-period option under the stated policy design
16. In a routine producer-client discussion, under an interest-only settlement option, the beneficiary receives?
- A. Interest while principal remains with the insurer under the stated policy design
 - B. Premium refunds until death under the stated policy design

- C. Only the policy cash value under the stated policy design
 - D. The entire face amount immediately under the stated policy design
- 17.** In a routine producer-client discussion, what does an incontestability provision limit after its stated period?
- A. The producer duty to keep records under the stated policy design
 - B. The owner right to name a beneficiary under the stated policy design
 - C. The insurer ability to void coverage for application misstatements under the stated policy design
 - D. The beneficiary right to receive proceeds under the stated policy design
- 18.** In a routine producer-client discussion, an entire-contract provision identifies which documents?
- A. All producer advertisements under the stated policy design
 - B. The policy and attached application under the stated policy design
 - C. Only the beneficiary designation under the stated policy design
 - D. Every policy the owner has bought under the stated policy design
- 19.** In a routine producer-client discussion, why is a conditional receipt important during underwriting?
- A. It may provide limited temporary coverage when its conditions are met under the stated policy design
 - B. It makes the producer a beneficiary under the stated policy design
 - C. It guarantees policy issuance under the stated policy design
 - D. It waives all future premiums under the stated policy design
- 20.** In a routine producer-client discussion, what underwriting factor generally reflects the chance of early death?
- A. Replacement under the stated policy design
 - B. Mortality under the stated policy design
 - C. Liquidity under the stated policy design
 - D. Reinsurance under the stated policy design
- 21.** In a routine producer-client discussion, which plan feature requires the insured to pay a stated amount before benefits begin?
- A. Copayment under the stated policy design
 - B. Coinsurance under the stated policy design
 - C. Elimination period under the stated policy design
 - D. Deductible under the stated policy design
- 22.** In a routine producer-client discussion, coinsurance is best described as?
- A. A waiting period before coverage under the stated policy design
 - B. A fixed premium paid monthly under the stated policy design
 - C. A percentage of covered expenses shared after the deductible under the stated policy design
 - D. A lifetime benefit maximum under the stated policy design
- 23.** In a routine producer-client discussion, a copayment is usually?
- A. The full cost of a service under the stated policy design
 - B. A fixed amount paid for a covered service under the stated policy design
 - C. A percentage of annual income under the stated policy design
 - D. A refund of unused premium under the stated policy design
- 24.** In a routine producer-client discussion, what is a major purpose of a health policy stop-loss provision?
- A. It cancels coverage after one claim under the stated policy design
 - B. It removes provider networks under the stated policy design
 - C. It limits the insured out-of-pocket exposure under the stated policy design

- D. It increases the annual deductible under the stated policy design
25. In a routine producer-client discussion, a preferred provider organization generally offers?
- A. Required care solely through a primary doctor under the stated policy design
 - B. No provider network under the stated policy design
 - C. Only emergency care under the stated policy design
 - D. Network discounts with some out-of-network access under the stated policy design
26. In a routine producer-client discussion, a health maintenance organization commonly emphasizes?
- A. Coordinated care through a provider network under the stated policy design
 - B. Indemnity payments directly to the insured under the stated policy design
 - C. Coverage only for workplace injuries under the stated policy design
 - D. Unrestricted provider choice without cost differences under the stated policy design
27. In a routine producer-client discussion, a point-of-service plan combines?
- A. Medicare and Medicaid eligibility under the stated policy design
 - B. Managed care features with an out-of-network option under the stated policy design
 - C. Property and casualty benefits under the stated policy design
 - D. Life and disability coverage under the stated policy design
28. In a routine producer-client discussion, what does a gatekeeper requirement usually involve?
- A. Selecting a primary care provider for referrals under the stated policy design
 - B. Buying an annuity before enrollment under the stated policy design
 - C. Using only emergency rooms under the stated policy design
 - D. Waiving the policy deductible under the stated policy design
29. In a routine producer-client discussion, which policy pays a stated amount for each day of hospitalization?
- A. Long-term care policy under the stated policy design
 - B. Dental expense policy under the stated policy design
 - C. Hospital indemnity policy under the stated policy design
 - D. Major medical policy under the stated policy design
30. In a routine producer-client discussion, disability income insurance is designed chiefly to replace?
- A. Medical expense deductibles under the stated policy design
 - B. Life insurance cash value under the stated policy design
 - C. Property damage costs under the stated policy design
 - D. Income lost because of disability under the stated policy design
31. In a routine producer-client discussion, the elimination period in disability income coverage is?
- A. The waiting period before benefits start under the stated policy design
 - B. The period of guaranteed renewability under the stated policy design
 - C. The time allowed to name a beneficiary under the stated policy design
 - D. The period when premiums are refunded under the stated policy design
32. In a routine producer-client discussion, residual disability benefits apply when an insured?
- A. Dies during the policy term under the stated policy design
 - B. Pays a deductible twice under the stated policy design
 - C. Returns to work but suffers a qualifying income loss under the stated policy design
 - D. Changes primary care providers under the stated policy design

33. In a routine producer-client discussion, a noncancelable disability policy means the insurer cannot?
- A. Offer optional riders under the stated policy design
 - B. Cancel it or raise premiums while premiums are paid under the stated policy design
 - C. Pay a claim to the beneficiary under the stated policy design
 - D. Require proof of loss under the stated policy design
34. In a routine producer-client discussion, guaranteed renewable health coverage means the insurer must?
- A. Provide unlimited lifetime benefits under the stated policy design
 - B. Keep the premium unchanged for every insured under the stated policy design
 - C. Pay every claim without exclusions under the stated policy design
 - D. Continue coverage to the stated age or condition under the stated policy design
35. In a routine producer-client discussion, what is the purpose of a preexisting-condition provision?
- A. To address conditions that existed before coverage began under the stated policy design
 - B. To calculate life-policy dividends under the stated policy design
 - C. To define a beneficiary class under the stated policy design
 - D. To set property insurance limits under the stated policy design
36. In a routine producer-client discussion, coordination of benefits is intended primarily to?
- A. Increase the policy deductible under the stated policy design
 - B. Replace a provider network under the stated policy design
 - C. Prevent duplicate payment of the same medical expense under the stated policy design
 - D. Make coverage permanent under the stated policy design
37. In a routine producer-client discussion, medicare Part A primarily helps cover?
- A. Prescription drugs only under the stated policy design
 - B. Physician outpatient services only under the stated policy design
 - C. Long-term custodial care only under the stated policy design
 - D. Inpatient hospital and related services under the stated policy design
38. In a routine producer-client discussion, medicare Part B generally helps cover?
- A. Inpatient room and board only under the stated policy design
 - B. Physician and outpatient medical services under the stated policy design
 - C. Most life insurance premiums under the stated policy design
 - D. Workers compensation benefits under the stated policy design
39. In a routine producer-client discussion, medicare Part D is associated with?
- A. Long-term care custodial services under the stated policy design
 - B. Disability income replacement under the stated policy design
 - C. Inpatient hospital coverage under the stated policy design
 - D. Prescription drug coverage under the stated policy design
40. In a routine producer-client discussion, medicaid is generally a program for?
- A. Eligible individuals with limited income and resources under the stated policy design
 - B. Only persons over age sixty-five under the stated policy design
 - C. Only employees with workplace injuries under the stated policy design
 - D. Only military retirees under the stated policy design
41. In a routine producer-client discussion, a Pennsylvania producer acts in a fiduciary capacity when handling?
- A. The producer own commission check under the stated policy design

- B. Premium funds belonging to the insurer or insured under the stated policy design
 - C. A consumer personal investment account under the stated policy design
 - D. A beneficiary inheritance under the stated policy design
42. In a routine producer-client discussion, which action is an example of misrepresentation in insurance marketing?
- A. Explaining a policy exclusion accurately under the stated policy design
 - B. Comparing contracts fairly under the stated policy design
 - C. Making a false statement about policy benefits under the stated policy design
 - D. Providing a buyer guide when required under the stated policy design
43. In a routine producer-client discussion, what is rebating?
- A. Explaining a policy provision under the stated policy design
 - B. Giving an unapproved inducement to purchase insurance under the stated policy design
 - C. Charging a filed premium rate under the stated policy design
 - D. Paying a covered claim under the stated policy design
44. In a routine producer-client discussion, twisting is the practice of?
- A. Issuing a temporary receipt under the stated policy design
 - B. Renewing a producer license under the stated policy design
 - C. Using misleading comparisons to induce a policy change under the stated policy design
 - D. Collecting premium in trust under the stated policy design
45. In a routine producer-client discussion, why must a producer handle policy replacement carefully?
- A. Replacement automatically increases every benefit under the stated policy design
 - B. The producer becomes the policyowner under the stated policy design
 - C. The insurer never needs an application under the stated policy design
 - D. The new policy may not match the old policy benefits or values under the stated policy design
46. In a routine producer-client discussion, the Pennsylvania Insurance Department primarily regulates?
- A. Insurance business and licensees in the Commonwealth under the stated policy design
 - B. Bank deposit insurance under the stated policy design
 - C. Local property assessments under the stated policy design
 - D. Federal income tax filing under the stated policy design
47. In a routine producer-client discussion, an insurer certificate of authority permits the insurer to?
- A. Transact authorized insurance business in Pennsylvania under the stated policy design
 - B. Act as a producer without appointments under the stated policy design
 - C. Sell any unapproved product nationwide under the stated policy design
 - D. Avoid financial reporting under the stated policy design
48. In a routine producer-client discussion, why are unfair trade practice rules important?
- A. They eliminate underwriting under the stated policy design
 - B. They protect consumers from deceptive insurance conduct under the stated policy design
 - C. They guarantee a producer commission under the stated policy design
 - D. They set stock-market prices under the stated policy design
49. In a routine producer-client discussion, a producer who knowingly submits false claim information may be involved in?
- A. A valid premium loan under the stated policy design
 - B. Lawful replacement under the stated policy design

- C. Guaranteed renewal under the stated policy design
 - D. Insurance fraud under the stated policy design
50. In a routine producer-client discussion, a producer should disclose policy limitations because?
- A. Limitations never affect claims under the stated policy design
 - B. Disclosures make all policies identical under the stated policy design
 - C. Clear, accurate communication supports informed consumer decisions under the stated policy design
 - D. Disclosure substitutes for underwriting under the stated policy design
51. For a Pennsylvania licensing practice question, which policy provides level death protection and no cash value?
- A. Whole life insurance under the stated policy design
 - B. Level term life insurance under the stated policy design
 - C. Variable life insurance under the stated policy design
 - D. Universal life insurance under the stated policy design
52. For a Pennsylvania licensing practice question, what is the usual primary purpose of a whole life policy?
- A. Investment in separate-account units under the stated policy design
 - B. Temporary protection only under the stated policy design
 - C. Coverage that ends at retirement under the stated policy design
 - D. Permanent protection with cash-value accumulation under the stated policy design
53. For a Pennsylvania licensing practice question, which policy has flexible premiums and an adjustable death benefit?
- A. Industrial life insurance under the stated policy design
 - B. Credit life insurance under the stated policy design
 - C. Universal life insurance under the stated policy design
 - D. Decreasing term life insurance under the stated policy design
54. For a Pennsylvania licensing practice question, in variable life insurance, who bears the investment risk?
- A. The policyowner under the stated policy design
 - B. The insurer alone under the stated policy design
 - C. The beneficiary alone under the stated policy design
 - D. The producer alone under the stated policy design
55. For a Pennsylvania licensing practice question, a joint life policy commonly pays when what event occurs?
- A. The policy reaches maturity under the stated policy design
 - B. Both insureds die under the stated policy design
 - C. The first insured dies under the stated policy design
 - D. The youngest insured retires under the stated policy design
56. For a Pennsylvania licensing practice question, what does a survivor-ship policy generally pay on?
- A. The first insured death under the stated policy design
 - B. The first premium due date under the stated policy design
 - C. The policyowner disability under the stated policy design
 - D. The second insured death under the stated policy design
57. For a Pennsylvania licensing practice question, which rider waives premiums if the insured becomes totally disabled?
- A. Waiver of premium rider under the stated policy design
 - B. Accidental death rider under the stated policy design
 - C. Payor benefit rider under the stated policy design

- D. Guaranteed insurability rider under the stated policy design
58. For a Pennsylvania licensing practice question, the accidental death benefit rider pays an additional amount after?
- A. A missed premium payment under the stated policy design
 - B. A covered accidental death under the stated policy design
 - C. A voluntary policy surrender under the stated policy design
 - D. Any death during the contestable period under the stated policy design
59. For a Pennsylvania licensing practice question, what is the purpose of a guaranteed insurability rider?
- A. It guarantees a fixed dividend under the stated policy design
 - B. It guarantees a minimum cash value under the stated policy design
 - C. It permits future purchases without evidence of insurability under the stated policy design
 - D. It prevents beneficiary changes under the stated policy design
60. For a Pennsylvania licensing practice question, a spendthrift clause mainly protects policy proceeds from?
- A. The producer licensing duty under the stated policy design
 - B. A beneficiary creditors claims under the stated policy design
 - C. The insured tax return under the stated policy design
 - D. The insurer underwriting loss under the stated policy design
61. For a Pennsylvania licensing practice question, which beneficiary designation may be changed by the owner?
- A. Revocable beneficiary under the stated policy design
 - B. Primary beneficiary only under the stated policy design
 - C. Contingent beneficiary only under the stated policy design
 - D. Irrevocable beneficiary under the stated policy design
62. For a Pennsylvania licensing practice question, a per stirpes designation distributes a deceased beneficiary share to?
- A. The producer trust account under the stated policy design
 - B. The insurer general account under the stated policy design
 - C. The policyowner estate only under the stated policy design
 - D. That beneficiary descendants under the stated policy design
63. For a Pennsylvania licensing practice question, what happens when a policyowner takes a loan against cash value?
- A. Premiums are permanently eliminated under the stated policy design
 - B. The policy becomes term insurance under the stated policy design
 - C. The beneficiary becomes irrevocable under the stated policy design
 - D. The death benefit may be reduced if the loan remains unpaid under the stated policy design
64. For a Pennsylvania licensing practice question, a policy surrender usually means the owner receives?
- A. The full face amount under the stated policy design
 - B. The available cash surrender value under the stated policy design
 - C. A new policy without underwriting under the stated policy design
 - D. Only accumulated dividends under the stated policy design
65. For a Pennsylvania licensing practice question, which settlement option provides payments for a stated period?
- A. Life-income option under the stated policy design
 - B. Interest-only option under the stated policy design
 - C. Fixed-period option under the stated policy design
 - D. Lump-sum option under the stated policy design

- 66.** For a Pennsylvania licensing practice question, under an interest-only settlement option, the beneficiary receives?
- A. Interest while principal remains with the insurer under the stated policy design
 - B. Premium refunds until death under the stated policy design
 - C. Only the policy cash value under the stated policy design
 - D. The entire face amount immediately under the stated policy design
- 67.** For a Pennsylvania licensing practice question, what does an incontestability provision limit after its stated period?
- A. The insurer ability to void coverage for application misstatements under the stated policy design
 - B. The beneficiary right to receive proceeds under the stated policy design
 - C. The owner right to name a beneficiary under the stated policy design
 - D. The producer duty to keep records under the stated policy design
- 68.** For a Pennsylvania licensing practice question, an entire-contract provision identifies which documents?
- A. Only the beneficiary designation under the stated policy design
 - B. Every policy the owner has bought under the stated policy design
 - C. The policy and attached application under the stated policy design
 - D. All producer advertisements under the stated policy design
- 69.** For a Pennsylvania licensing practice question, why is a conditional receipt important during underwriting?
- A. It guarantees policy issuance under the stated policy design
 - B. It makes the producer a beneficiary under the stated policy design
 - C. It waives all future premiums under the stated policy design
 - D. It may provide limited temporary coverage when its conditions are met under the stated policy design
- 70.** For a Pennsylvania licensing practice question, what underwriting factor generally reflects the chance of early death?
- A. Liquidity under the stated policy design
 - B. Mortality under the stated policy design
 - C. Replacement under the stated policy design
 - D. Reinsurance under the stated policy design
- 71.** For a Pennsylvania licensing practice question, which plan feature requires the insured to pay a stated amount before benefits begin?
- A. Deductible under the stated policy design
 - B. Coinsurance under the stated policy design
 - C. Copayment under the stated policy design
 - D. Elimination period under the stated policy design
- 72.** For a Pennsylvania licensing practice question, coinsurance is best described as?
- A. A fixed premium paid monthly under the stated policy design
 - B. A waiting period before coverage under the stated policy design
 - C. A percentage of covered expenses shared after the deductible under the stated policy design
 - D. A lifetime benefit maximum under the stated policy design
- 73.** For a Pennsylvania licensing practice question, a copayment is usually?
- A. The full cost of a service under the stated policy design
 - B. A fixed amount paid for a covered service under the stated policy design
 - C. A refund of unused premium under the stated policy design
 - D. A percentage of annual income under the stated policy design

74. For a Pennsylvania licensing practice question, what is a major purpose of a health policy stop-loss provision?
- A. It removes provider networks under the stated policy design
 - B. It cancels coverage after one claim under the stated policy design
 - C. It increases the annual deductible under the stated policy design
 - D. It limits the insured out-of-pocket exposure under the stated policy design
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- A. Only emergency care under the stated policy design
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 - D. Network discounts with some out-of-network access under the stated policy design
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- A. Coverage only for workplace injuries under the stated policy design
 - B. Unrestricted provider choice without cost differences under the stated policy design
 - C. Coordinated care through a provider network under the stated policy design
 - D. Indemnity payments directly to the insured under the stated policy design
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- A. Managed care features with an out-of-network option under the stated policy design
 - B. Medicare and Medicaid eligibility under the stated policy design
 - C. Property and casualty benefits under the stated policy design
 - D. Life and disability coverage under the stated policy design
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- A. Waiving the policy deductible under the stated policy design
 - B. Selecting a primary care provider for referrals under the stated policy design
 - C. Using only emergency rooms under the stated policy design
 - D. Buying an annuity before enrollment under the stated policy design
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- A. Dental expense policy under the stated policy design
 - B. Long-term care policy under the stated policy design
 - C. Hospital indemnity policy under the stated policy design
 - D. Major medical policy under the stated policy design
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- A. Income lost because of disability under the stated policy design
 - B. Medical expense deductibles under the stated policy design
 - C. Property damage costs under the stated policy design
 - D. Life insurance cash value under the stated policy design
81. For a Pennsylvania licensing practice question, the elimination period in disability income coverage is?
- A. The period of guaranteed renewability under the stated policy design
 - B. The waiting period before benefits start under the stated policy design
 - C. The time allowed to name a beneficiary under the stated policy design
 - D. The period when premiums are refunded under the stated policy design
82. For a Pennsylvania licensing practice question, residual disability benefits apply when an insured?
- A. Changes primary care providers under the stated policy design

- B. Dies during the policy term under the stated policy design
 - C. Pays a deductible twice under the stated policy design
 - D. Returns to work but suffers a qualifying income loss under the stated policy design
- 83.** For a Pennsylvania licensing practice question, a noncancelable disability policy means the insurer cannot?
- A. Require proof of loss under the stated policy design
 - B. Pay a claim to the beneficiary under the stated policy design
 - C. Offer optional riders under the stated policy design
 - D. Cancel it or raise premiums while premiums are paid under the stated policy design
- 84.** For a Pennsylvania licensing practice question, guaranteed renewable health coverage means the insurer must?
- A. Provide unlimited lifetime benefits under the stated policy design
 - B. Continue coverage to the stated age or condition under the stated policy design
 - C. Pay every claim without exclusions under the stated policy design
 - D. Keep the premium unchanged for every insured under the stated policy design
- 85.** For a Pennsylvania licensing practice question, what is the purpose of a preexisting-condition provision?
- A. To calculate life-policy dividends under the stated policy design
 - B. To define a beneficiary class under the stated policy design
 - C. To address conditions that existed before coverage began under the stated policy design
 - D. To set property insurance limits under the stated policy design
- 86.** For a Pennsylvania licensing practice question, coordination of benefits is intended primarily to?
- A. Prevent duplicate payment of the same medical expense under the stated policy design
 - B. Increase the policy deductible under the stated policy design
 - C. Replace a provider network under the stated policy design
 - D. Make coverage permanent under the stated policy design
- 87.** For a Pennsylvania licensing practice question, medicare Part A primarily helps cover?
- A. Inpatient hospital and related services under the stated policy design
 - B. Prescription drugs only under the stated policy design
 - C. Long-term custodial care only under the stated policy design
 - D. Physician outpatient services only under the stated policy design
- 88.** For a Pennsylvania licensing practice question, medicare Part B generally helps cover?
- A. Workers compensation benefits under the stated policy design
 - B. Physician and outpatient medical services under the stated policy design
 - C. Most life insurance premiums under the stated policy design
 - D. Inpatient room and board only under the stated policy design
- 89.** For a Pennsylvania licensing practice question, medicare Part D is associated with?
- A. Inpatient hospital coverage under the stated policy design
 - B. Disability income replacement under the stated policy design
 - C. Prescription drug coverage under the stated policy design
 - D. Long-term care custodial services under the stated policy design
- 90.** For a Pennsylvania licensing practice question, medicaid is generally a program for?
- A. Only military retirees under the stated policy design
 - B. Only persons over age sixty-five under the stated policy design
 - C. Only employees with workplace injuries under the stated policy design

- D. Eligible individuals with limited income and resources under the stated policy design
- 91.** For a Pennsylvania licensing practice question, a Pennsylvania producer acts in a fiduciary capacity when handling?
- A. Premium funds belonging to the insurer or insured under the stated policy design
 - B. A consumer personal investment account under the stated policy design
 - C. The producer own commission check under the stated policy design
 - D. A beneficiary inheritance under the stated policy design
- 92.** For a Pennsylvania licensing practice question, which action is an example of misrepresentation in insurance marketing?
- A. Comparing contracts fairly under the stated policy design
 - B. Making a false statement about policy benefits under the stated policy design
 - C. Providing a buyer guide when required under the stated policy design
 - D. Explaining a policy exclusion accurately under the stated policy design
- 93.** For a Pennsylvania licensing practice question, what is rebating?
- A. Charging a filed premium rate under the stated policy design
 - B. Explaining a policy provision under the stated policy design
 - C. Giving an unapproved inducement to purchase insurance under the stated policy design
 - D. Paying a covered claim under the stated policy design
- 94.** For a Pennsylvania licensing practice question, twisting is the practice of?
- A. Issuing a temporary receipt under the stated policy design
 - B. Using misleading comparisons to induce a policy change under the stated policy design
 - C. Collecting premium in trust under the stated policy design
 - D. Renewing a producer license under the stated policy design
- 95.** For a Pennsylvania licensing practice question, why must a producer handle policy replacement carefully?
- A. Replacement automatically increases every benefit under the stated policy design
 - B. The producer becomes the policyowner under the stated policy design
 - C. The insurer never needs an application under the stated policy design
 - D. The new policy may not match the old policy benefits or values under the stated policy design
- 96.** For a Pennsylvania licensing practice question, the Pennsylvania Insurance Department primarily regulates?
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 - B. Bank deposit insurance under the stated policy design
 - C. Federal income tax filing under the stated policy design
 - D. Insurance business and licensees in the Commonwealth under the stated policy design
- 97.** For a Pennsylvania licensing practice question, an insurer certificate of authority permits the insurer to?
- A. Transact authorized insurance business in Pennsylvania under the stated policy design
 - B. Avoid financial reporting under the stated policy design
 - C. Act as a producer without appointments under the stated policy design
 - D. Sell any unapproved product nationwide under the stated policy design
- 98.** For a Pennsylvania licensing practice question, why are unfair trade practice rules important?
- A. They set stock-market prices under the stated policy design
 - B. They eliminate underwriting under the stated policy design
 - C. They protect consumers from deceptive insurance conduct under the stated policy design
 - D. They guarantee a producer commission under the stated policy design

- 99.** For a Pennsylvania licensing practice question, a producer who knowingly submits false claim information may be involved in?
- A. A valid premium loan under the stated policy design
 - B. Insurance fraud under the stated policy design
 - C. Guaranteed renewal under the stated policy design
 - D. Lawful replacement under the stated policy design
- 100.** For a Pennsylvania licensing practice question, a producer should disclose policy limitations because?
- A. Limitations never affect claims under the stated policy design
 - B. Disclosures make all policies identical under the stated policy design
 - C. Clear, accurate communication supports informed consumer decisions under the stated policy design
 - D. Disclosure substitutes for underwriting under the stated policy design
- 101.** When comparing insurance choices for an applicant, which policy provides level death protection and no cash value?
- A. Universal life insurance under the stated policy design
 - B. Whole life insurance under the stated policy design
 - C. Variable life insurance under the stated policy design
 - D. Level term life insurance under the stated policy design
- 102.** When comparing insurance choices for an applicant, what is the usual primary purpose of a whole life policy?
- A. Permanent protection with cash-value accumulation under the stated policy design
 - B. Temporary protection only under the stated policy design
 - C. Coverage that ends at retirement under the stated policy design
 - D. Investment in separate-account units under the stated policy design
- 103.** When comparing insurance choices for an applicant, which policy has flexible premiums and an adjustable death benefit?
- A. Industrial life insurance under the stated policy design
 - B. Universal life insurance under the stated policy design
 - C. Credit life insurance under the stated policy design
 - D. Decreasing term life insurance under the stated policy design
- 104.** When comparing insurance choices for an applicant, in variable life insurance, who bears the investment risk?
- A. The insurer alone under the stated policy design
 - B. The beneficiary alone under the stated policy design
 - C. The policyowner under the stated policy design
 - D. The producer alone under the stated policy design
- 105.** When comparing insurance choices for an applicant, a joint life policy commonly pays when what event occurs?
- A. The policy reaches maturity under the stated policy design
 - B. The youngest insured retires under the stated policy design
 - C. Both insureds die under the stated policy design
 - D. The first insured dies under the stated policy design
- 106.** When comparing insurance choices for an applicant, what does a survivor-ship policy generally pay on?
- A. The policyowner disability under the stated policy design
 - B. The first premium due date under the stated policy design
 - C. The second insured death under the stated policy design
 - D. The first insured death under the stated policy design

- 107.** When comparing insurance choices for an applicant, which rider waives premiums if the insured becomes totally disabled?
- A. Waiver of premium rider under the stated policy design
 - B. Payor benefit rider under the stated policy design
 - C. Accidental death rider under the stated policy design
 - D. Guaranteed insurability rider under the stated policy design
- 108.** When comparing insurance choices for an applicant, the accidental death benefit rider pays an additional amount after?
- A. A covered accidental death under the stated policy design
 - B. Any death during the contestable period under the stated policy design
 - C. A missed premium payment under the stated policy design
 - D. A voluntary policy surrender under the stated policy design
- 109.** When comparing insurance choices for an applicant, what is the purpose of a guaranteed insurability rider?
- A. It guarantees a minimum cash value under the stated policy design
 - B. It permits future purchases without evidence of insurability under the stated policy design
 - C. It guarantees a fixed dividend under the stated policy design
 - D. It prevents beneficiary changes under the stated policy design
- 110.** When comparing insurance choices for an applicant, a spendthrift clause mainly protects policy proceeds from?
- A. The insured tax return under the stated policy design
 - B. The producer licensing duty under the stated policy design
 - C. The insurer underwriting loss under the stated policy design
 - D. A beneficiary creditors claims under the stated policy design
- 111.** When comparing insurance choices for an applicant, which beneficiary designation may be changed by the owner?
- A. Primary beneficiary only under the stated policy design
 - B. Irrevocable beneficiary under the stated policy design
 - C. Contingent beneficiary only under the stated policy design
 - D. Revocable beneficiary under the stated policy design
- 112.** When comparing insurance choices for an applicant, a per stirpes designation distributes a deceased beneficiary share to?
- A. The policyowner estate only under the stated policy design
 - B. The insurer general account under the stated policy design
 - C. That beneficiary descendants under the stated policy design
 - D. The producer trust account under the stated policy design
- 113.** When comparing insurance choices for an applicant, what happens when a policyowner takes a loan against cash value?
- A. The death benefit may be reduced if the loan remains unpaid under the stated policy design
 - B. Premiums are permanently eliminated under the stated policy design
 - C. The policy becomes term insurance under the stated policy design
 - D. The beneficiary becomes irrevocable under the stated policy design
- 114.** When comparing insurance choices for an applicant, a policy surrender usually means the owner receives?
- A. The full face amount under the stated policy design
 - B. The available cash surrender value under the stated policy design
 - C. Only accumulated dividends under the stated policy design

- D. A new policy without underwriting under the stated policy design
- 115.** When comparing insurance choices for an applicant, which settlement option provides payments for a stated period?
- A. Fixed-period option under the stated policy design
 - B. Interest-only option under the stated policy design
 - C. Life-income option under the stated policy design
 - D. Lump-sum option under the stated policy design
- 116.** When comparing insurance choices for an applicant, under an interest-only settlement option, the beneficiary receives?
- A. Premium refunds until death under the stated policy design
 - B. Interest while principal remains with the insurer under the stated policy design
 - C. Only the policy cash value under the stated policy design
 - D. The entire face amount immediately under the stated policy design
- 117.** When comparing insurance choices for an applicant, what does an incontestability provision limit after its stated period?
- A. The producer duty to keep records under the stated policy design
 - B. The owner right to name a beneficiary under the stated policy design
 - C. The insurer ability to void coverage for application misstatements under the stated policy design
 - D. The beneficiary right to receive proceeds under the stated policy design
- 118.** When comparing insurance choices for an applicant, an entire-contract provision identifies which documents?
- A. Only the beneficiary designation under the stated policy design
 - B. Every policy the owner has bought under the stated policy design
 - C. All producer advertisements under the stated policy design
 - D. The policy and attached application under the stated policy design
- 119.** When comparing insurance choices for an applicant, why is a conditional receipt important during underwriting?
- A. It waives all future premiums under the stated policy design
 - B. It makes the producer a beneficiary under the stated policy design
 - C. It guarantees policy issuance under the stated policy design
 - D. It may provide limited temporary coverage when its conditions are met under the stated policy design
- 120.** When comparing insurance choices for an applicant, what underwriting factor generally reflects the chance of early death?
- A. Replacement under the stated policy design
 - B. Mortality under the stated policy design
 - C. Reinsurance under the stated policy design
 - D. Liquidity under the stated policy design
- 121.** When comparing insurance choices for an applicant, which plan feature requires the insured to pay a stated amount before benefits begin?
- A. Deductible under the stated policy design
 - B. Copayment under the stated policy design
 - C. Coinsurance under the stated policy design
 - D. Elimination period under the stated policy design
- 122.** When comparing insurance choices for an applicant, coinsurance is best described as?

- A. A fixed premium paid monthly under the stated policy design
 - B. A lifetime benefit maximum under the stated policy design
 - C. A percentage of covered expenses shared after the deductible under the stated policy design
 - D. A waiting period before coverage under the stated policy design
- 123.** When comparing insurance choices for an applicant, a copayment is usually?
- A. A fixed amount paid for a covered service under the stated policy design
 - B. A refund of unused premium under the stated policy design
 - C. A percentage of annual income under the stated policy design
 - D. The full cost of a service under the stated policy design
- 124.** When comparing insurance choices for an applicant, what is a major purpose of a health policy stop-loss provision?
- A. It removes provider networks under the stated policy design
 - B. It increases the annual deductible under the stated policy design
 - C. It cancels coverage after one claim under the stated policy design
 - D. It limits the insured out-of-pocket exposure under the stated policy design
- 125.** When comparing insurance choices for an applicant, a preferred provider organization generally offers?
- A. No provider network under the stated policy design
 - B. Network discounts with some out-of-network access under the stated policy design
 - C. Required care solely through a primary doctor under the stated policy design
 - D. Only emergency care under the stated policy design
- 126.** When comparing insurance choices for an applicant, a health maintenance organization commonly emphasizes?
- A. Unrestricted provider choice without cost differences under the stated policy design
 - B. Indemnity payments directly to the insured under the stated policy design
 - C. Coordinated care through a provider network under the stated policy design
 - D. Coverage only for workplace injuries under the stated policy design
- 127.** When comparing insurance choices for an applicant, a point-of-service plan combines?
- A. Medicare and Medicaid eligibility under the stated policy design
 - B. Life and disability coverage under the stated policy design
 - C. Managed care features with an out-of-network option under the stated policy design
 - D. Property and casualty benefits under the stated policy design
- 128.** When comparing insurance choices for an applicant, what does a gatekeeper requirement usually involve?
- A. Waiving the policy deductible under the stated policy design
 - B. Selecting a primary care provider for referrals under the stated policy design
 - C. Buying an annuity before enrollment under the stated policy design
 - D. Using only emergency rooms under the stated policy design
- 129.** When comparing insurance choices for an applicant, which policy pays a stated amount for each day of hospitalization?
- A. Hospital indemnity policy under the stated policy design
 - B. Major medical policy under the stated policy design
 - C. Dental expense policy under the stated policy design
 - D. Long-term care policy under the stated policy design
- 130.** When comparing insurance choices for an applicant, disability income insurance is designed chiefly to replace?

- A. Life insurance cash value under the stated policy design
 - B. Property damage costs under the stated policy design
 - C. Medical expense deductibles under the stated policy design
 - D. Income lost because of disability under the stated policy design
- 131.** When comparing insurance choices for an applicant, the elimination period in disability income coverage is?
- A. The waiting period before benefits start under the stated policy design
 - B. The period of guaranteed renewability under the stated policy design
 - C. The time allowed to name a beneficiary under the stated policy design
 - D. The period when premiums are refunded under the stated policy design
- 132.** When comparing insurance choices for an applicant, residual disability benefits apply when an insured?
- A. Changes primary care providers under the stated policy design
 - B. Returns to work but suffers a qualifying income loss under the stated policy design
 - C. Pays a deductible twice under the stated policy design
 - D. Dies during the policy term under the stated policy design
- 133.** When comparing insurance choices for an applicant, a noncancelable disability policy means the insurer cannot?
- A. Require proof of loss under the stated policy design
 - B. Pay a claim to the beneficiary under the stated policy design
 - C. Cancel it or raise premiums while premiums are paid under the stated policy design
 - D. Offer optional riders under the stated policy design
- 134.** When comparing insurance choices for an applicant, guaranteed renewable health coverage means the insurer must?
- A. Keep the premium unchanged for every insured under the stated policy design
 - B. Provide unlimited lifetime benefits under the stated policy design
 - C. Pay every claim without exclusions under the stated policy design
 - D. Continue coverage to the stated age or condition under the stated policy design
- 135.** When comparing insurance choices for an applicant, what is the purpose of a preexisting-condition provision?
- A. To define a beneficiary class under the stated policy design
 - B. To address conditions that existed before coverage began under the stated policy design
 - C. To calculate life-policy dividends under the stated policy design
 - D. To set property insurance limits under the stated policy design
- 136.** When comparing insurance choices for an applicant, coordination of benefits is intended primarily to?
- A. Prevent duplicate payment of the same medical expense under the stated policy design
 - B. Make coverage permanent under the stated policy design
 - C. Increase the policy deductible under the stated policy design
 - D. Replace a provider network under the stated policy design
- 137.** When comparing insurance choices for an applicant, medicare Part A primarily helps cover?
- A. Prescription drugs only under the stated policy design
 - B. Long-term custodial care only under the stated policy design
 - C. Physician outpatient services only under the stated policy design
 - D. Inpatient hospital and related services under the stated policy design
- 138.** When comparing insurance choices for an applicant, medicare Part B generally helps cover?
- A. Workers compensation benefits under the stated policy design

- B. Most life insurance premiums under the stated policy design
 - C. Physician and outpatient medical services under the stated policy design
 - D. Inpatient room and board only under the stated policy design
- 139.** When comparing insurance choices for an applicant, medicare Part D is associated with?
- A. Disability income replacement under the stated policy design
 - B. Prescription drug coverage under the stated policy design
 - C. Long-term care custodial services under the stated policy design
 - D. Inpatient hospital coverage under the stated policy design
- 140.** When comparing insurance choices for an applicant, medicaid is generally a program for?
- A. Eligible individuals with limited income and resources under the stated policy design
 - B. Only military retirees under the stated policy design
 - C. Only persons over age sixty-five under the stated policy design
 - D. Only employees with workplace injuries under the stated policy design
- 141.** When comparing insurance choices for an applicant, a Pennsylvania producer acts in a fiduciary capacity when handling?
- A. A consumer personal investment account under the stated policy design
 - B. The producer own commission check under the stated policy design
 - C. Premium funds belonging to the insurer or insured under the stated policy design
 - D. A beneficiary inheritance under the stated policy design
- 142.** When comparing insurance choices for an applicant, which action is an example of misrepresentation in insurance marketing?
- A. Comparing contracts fairly under the stated policy design
 - B. Providing a buyer guide when required under the stated policy design
 - C. Explaining a policy exclusion accurately under the stated policy design
 - D. Making a false statement about policy benefits under the stated policy design
- 143.** When comparing insurance choices for an applicant, what is rebating?
- A. Giving an unapproved inducement to purchase insurance under the stated policy design
 - B. Explaining a policy provision under the stated policy design
 - C. Charging a filed premium rate under the stated policy design
 - D. Paying a covered claim under the stated policy design
- 144.** When comparing insurance choices for an applicant, twisting is the practice of?
- A. Collecting premium in trust under the stated policy design
 - B. Renewing a producer license under the stated policy design
 - C. Using misleading comparisons to induce a policy change under the stated policy design
 - D. Issuing a temporary receipt under the stated policy design
- 145.** When comparing insurance choices for an applicant, why must a producer handle policy replacement carefully?
- A. The producer becomes the policyowner under the stated policy design
 - B. Replacement automatically increases every benefit under the stated policy design
 - C. The insurer never needs an application under the stated policy design
 - D. The new policy may not match the old policy benefits or values under the stated policy design
- 146.** When comparing insurance choices for an applicant, the Pennsylvania Insurance Department primarily regulates?
- A. Bank deposit insurance under the stated policy design

- B. Insurance business and licensees in the Commonwealth under the stated policy design
 - C. Federal income tax filing under the stated policy design
 - D. Local property assessments under the stated policy design
- 147.** When comparing insurance choices for an applicant, an insurer certificate of authority permits the insurer to?
- A. Avoid financial reporting under the stated policy design
 - B. Transact authorized insurance business in Pennsylvania under the stated policy design
 - C. Sell any unapproved product nationwide under the stated policy design
 - D. Act as a producer without appointments under the stated policy design
- 148.** When comparing insurance choices for an applicant, why are unfair trade practice rules important?
- A. They protect consumers from deceptive insurance conduct under the stated policy design
 - B. They guarantee a producer commission under the stated policy design
 - C. They eliminate underwriting under the stated policy design
 - D. They set stock-market prices under the stated policy design
- 149.** When comparing insurance choices for an applicant, a producer who knowingly submits false claim information may be involved in?
- A. Guaranteed renewal under the stated policy design
 - B. A valid premium loan under the stated policy design
 - C. Insurance fraud under the stated policy design
 - D. Lawful replacement under the stated policy design
- 150.** When comparing insurance choices for an applicant, a producer should disclose policy limitations because?
- A. Limitations never affect claims under the stated policy design
 - B. Disclosures make all policies identical under the stated policy design
 - C. Disclosure substitutes for underwriting under the stated policy design
 - D. Clear, accurate communication supports informed consumer decisions under the stated policy design

EXAM 5: ANSWER KEY AND EXPLANATIONS

1. **D** - The correct answer in this policy context is Level term life insurance. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
2. **B** - The correct answer in this policy context is Permanent protection with cash-value accumulation. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
3. **C** - The correct answer in this policy context is Universal life insurance. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
4. **B** - The correct answer in this policy context is The policyowner. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
5. **D** - The correct answer in this policy context is The first insured dies. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
6. **A** - The correct answer in this policy context is The second insured death. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
7. **B** - The correct answer in this policy context is Waiver of premium rider. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
8. **C** - The correct answer in this policy context is A covered accidental death. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
9. **D** - The correct answer in this policy context is It permits future purchases without evidence of insurability. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
10. **A** - The correct answer in this policy context is A beneficiary creditors claims. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
11. **A** - The correct answer in this policy context is Revocable beneficiary. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
12. **B** - The correct answer in this policy context is That beneficiary descendants. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
13. **C** - The correct answer in this policy context is The death benefit may be reduced if the loan remains unpaid. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

- 14. D** - The correct answer in this policy context is The available cash surrender value. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 15. D** - The correct answer in this policy context is Fixed-period option. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 16. A** - The correct answer in this policy context is Interest while principal remains with the insurer. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 17. C** - The correct answer in this policy context is The insurer ability to void coverage for application misstatements. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 18. B** - The correct answer in this policy context is The policy and attached application. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 19. A** - The correct answer in this policy context is It may provide limited temporary coverage when its conditions are met. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 20. B** - The correct answer in this policy context is Mortality. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 21. D** - The correct answer in this policy context is Deductible. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 22. C** - The correct answer in this policy context is A percentage of covered expenses shared after the deductible. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 23. B** - The correct answer in this policy context is A fixed amount paid for a covered service. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 24. C** - The correct answer in this policy context is It limits the insured out-of-pocket exposure. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 25. D** - The correct answer in this policy context is Network discounts with some out-of-network access. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

- 26. A** - The correct answer in this policy context is Coordinated care through a provider network. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 27. B** - The correct answer in this policy context is Managed care features with an out-of-network option. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 28. A** - The correct answer in this policy context is Selecting a primary care provider for referrals. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 29. C** - The correct answer in this policy context is Hospital indemnity policy. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 30. D** - The correct answer in this policy context is Income lost because of disability. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 31. A** - The correct answer in this policy context is The waiting period before benefits start. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 32. C** - The correct answer in this policy context is Returns to work but suffers a qualifying income loss. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 33. B** - The correct answer in this policy context is Cancel it or raise premiums while premiums are paid. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 34. D** - The correct answer in this policy context is Continue coverage to the stated age or condition. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 35. A** - The correct answer in this policy context is To address conditions that existed before coverage began. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 36. C** - The correct answer in this policy context is Prevent duplicate payment of the same medical expense. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 37. D** - The correct answer in this policy context is Inpatient hospital and related services. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

38. B - The correct answer in this policy context is Physician and outpatient medical services. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

39. D - The correct answer in this policy context is Prescription drug coverage. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

40. A - The correct answer in this policy context is Eligible individuals with limited income and resources. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

41. B - The correct answer in this policy context is Premium funds belonging to the insurer or insured. This item tests pennsylvania regulation. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

42. C - The correct answer in this policy context is Making a false statement about policy benefits. This item tests pennsylvania regulation. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

43. B - The correct answer in this policy context is Giving an unapproved inducement to purchase insurance. This item tests pennsylvania regulation. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

44. C - The correct answer in this policy context is Using misleading comparisons to induce a policy change. This item tests pennsylvania regulation. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

45. D - The correct answer in this policy context is The new policy may not match the old policy benefits or values. This item tests pennsylvania regulation. In this situation, that choice addresses the policy or licensing concept. Other choices apply elsewhere. Focus on the selected concept purpose and operation when comparing related insurance terms.

46. A - The correct answer in this policy context is Insurance business and licensees in the Commonwealth. This item tests pennsylvania regulation. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

47. A - The correct answer in this policy context is Transact authorized insurance business in Pennsylvania. This item tests pennsylvania regulation. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

48. B - The correct answer in this policy context is They protect consumers from deceptive insurance conduct. This item tests pennsylvania regulation. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

49. D - The correct answer in this policy context is Insurance fraud. This item tests pennsylvania regulation. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

- 50. C** - The correct answer in this policy context is Clear, accurate communication supports informed consumer decisions. This item tests pennsylvania regulation. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 51. B** - The correct answer in this policy context is Level term life insurance. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 52. D** - The correct answer in this policy context is Permanent protection with cash-value accumulation. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 53. C** - The correct answer in this policy context is Universal life insurance. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 54. A** - The correct answer in this policy context is The policyowner. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 55. C** - The correct answer in this policy context is The first insured dies. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 56. D** - The correct answer in this policy context is The second insured death. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 57. A** - The correct answer in this policy context is Waiver of premium rider. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 58. B** - The correct answer in this policy context is A covered accidental death. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 59. C** - The correct answer in this policy context is It permits future purchases without evidence of insurability. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 60. B** - The correct answer in this policy context is A beneficiary creditors claims. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 61. A** - The correct answer in this policy context is Revocable beneficiary. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 62. D** - The correct answer in this policy context is That beneficiary descendants. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

- 63. D** - The correct answer in this policy context is The death benefit may be reduced if the loan remains unpaid. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 64. B** - The correct answer in this policy context is The available cash surrender value. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 65. C** - The correct answer in this policy context is Fixed-period option. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 66. A** - The correct answer in this policy context is Interest while principal remains with the insurer. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 67. A** - The correct answer in this policy context is The insurer ability to void coverage for application misstatements. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 68. C** - The correct answer in this policy context is The policy and attached application. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 69. D** - The correct answer in this policy context is It may provide limited temporary coverage when its conditions are met. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 70. B** - The correct answer in this policy context is Mortality. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 71. A** - The correct answer in this policy context is Deductible. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 72. C** - The correct answer in this policy context is A percentage of covered expenses shared after the deductible. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 73. B** - The correct answer in this policy context is A fixed amount paid for a covered service. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.
- 74. D** - The correct answer in this policy context is It limits the insured out-of-pocket exposure. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

75. D - The correct answer in this policy context is Network discounts with some out-of-network access. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

76. C - The correct answer in this policy context is Coordinated care through a provider network. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

77. A - The correct answer in this policy context is Managed care features with an out-of-network option. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

78. B - The correct answer in this policy context is Selecting a primary care provider for referrals. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

79. C - The correct answer in this policy context is Hospital indemnity policy. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

80. A - The correct answer in this policy context is Income lost because of disability. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

81. B - The correct answer in this policy context is The waiting period before benefits start. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

82. D - The correct answer in this policy context is Returns to work but suffers a qualifying income loss. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

83. D - The correct answer in this policy context is Cancel it or raise premiums while premiums are paid. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

84. B - The correct answer in this policy context is Continue coverage to the stated age or condition. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

85. C - The correct answer in this policy context is To address conditions that existed before coverage began. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

86. A - The correct answer in this policy context is Prevent duplicate payment of the same medical expense. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

87. A - The correct answer in this policy context is Inpatient hospital and related services. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

88. B - The correct answer in this policy context is Physician and outpatient medical services. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

89. C - The correct answer in this policy context is Prescription drug coverage. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

90. D - The correct answer in this policy context is Eligible individuals with limited income and resources. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

91. A - The correct answer in this policy context is Premium funds belonging to the insurer or insured. This item tests pennsylvania regulation. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

92. B - The correct answer in this policy context is Making a false statement about policy benefits. This item tests pennsylvania regulation. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

93. C - The correct answer in this policy context is Giving an unapproved inducement to purchase insurance. This item tests pennsylvania regulation. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

94. B - The correct answer in this policy context is Using misleading comparisons to induce a policy change. This item tests pennsylvania regulation. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

95. D - The correct answer in this policy context is The new policy may not match the old policy benefits or values. This item tests pennsylvania regulation. In this situation, that choice addresses the policy or licensing concept. Other choices apply elsewhere. Focus on the selected concept purpose and operation when comparing related insurance terms.

96. D - The correct answer in this policy context is Insurance business and licensees in the Commonwealth. This item tests pennsylvania regulation. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

97. A - The correct answer in this policy context is Transact authorized insurance business in Pennsylvania. This item tests pennsylvania regulation. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

98. C - The correct answer in this policy context is They protect consumers from deceptive insurance conduct. This item tests pennsylvania regulation. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

99. B - The correct answer in this policy context is Insurance fraud. This item tests pennsylvania regulation. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

100. C - The correct answer in this policy context is Clear, accurate communication supports informed consumer decisions. This item tests pennsylvania regulation. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

101. D - The correct answer in this policy context is Level term life insurance. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

102. A - The correct answer in this policy context is Permanent protection with cash-value accumulation. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

103. B - The correct answer in this policy context is Universal life insurance. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

104. C - The correct answer in this policy context is The policyowner. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

105. D - The correct answer in this policy context is The first insured dies. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

106. C - The correct answer in this policy context is The second insured death. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

107. A - The correct answer in this policy context is Waiver of premium rider. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

108. A - The correct answer in this policy context is A covered accidental death. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

109. B - The correct answer in this policy context is It permits future purchases without evidence of insurability. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

110. D - The correct answer in this policy context is A beneficiary creditors claims. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

111. D - The correct answer in this policy context is Revocable beneficiary. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

112. C - The correct answer in this policy context is That beneficiary descendants. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

113. A - The correct answer in this policy context is The death benefit may be reduced if the loan remains unpaid. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

114. B - The correct answer in this policy context is The available cash surrender value. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

115. A - The correct answer in this policy context is Fixed-period option. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

116. B - The correct answer in this policy context is Interest while principal remains with the insurer. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

117. C - The correct answer in this policy context is The insurer ability to void coverage for application misstatements. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

118. D - The correct answer in this policy context is The policy and attached application. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

119. D - The correct answer in this policy context is It may provide limited temporary coverage when its conditions are met. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

120. B - The correct answer in this policy context is Mortality. This item tests life insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

121. A - The correct answer in this policy context is Deductible. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

122. C - The correct answer in this policy context is A percentage of covered expenses shared after the deductible. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

123. A - The correct answer in this policy context is A fixed amount paid for a covered service. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

124. D - The correct answer in this policy context is It limits the insured out-of-pocket exposure. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

125. B - The correct answer in this policy context is Network discounts with some out-of-network access. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

126. C - The correct answer in this policy context is Coordinated care through a provider network. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

127. C - The correct answer in this policy context is Managed care features with an out-of-network option. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

128. B - The correct answer in this policy context is Selecting a primary care provider for referrals. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

129. A - The correct answer in this policy context is Hospital indemnity policy. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

130. D - The correct answer in this policy context is Income lost because of disability. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

131. A - The correct answer in this policy context is The waiting period before benefits start. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

132. B - The correct answer in this policy context is Returns to work but suffers a qualifying income loss. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

133. C - The correct answer in this policy context is Cancel it or raise premiums while premiums are paid. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

134. D - The correct answer in this policy context is Continue coverage to the stated age or condition. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

135. B - The correct answer in this policy context is To address conditions that existed before coverage began. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

136. A - The correct answer in this policy context is Prevent duplicate payment of the same medical expense. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

137. D - The correct answer in this policy context is Inpatient hospital and related services. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

138. C - The correct answer in this policy context is Physician and outpatient medical services. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

139. B - The correct answer in this policy context is Prescription drug coverage. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

140. A - The correct answer in this policy context is Eligible individuals with limited income and resources. This item tests health insurance. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

141. C - The correct answer in this policy context is Premium funds belonging to the insurer or insured. This item tests pennsylvania regulation. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

142. D - The correct answer in this policy context is Making a false statement about policy benefits. This item tests pennsylvania regulation. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

143. A - The correct answer in this policy context is Giving an unapproved inducement to purchase insurance. This item tests pennsylvania regulation. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

144. C - The correct answer in this policy context is Using misleading comparisons to induce a policy change. This item tests pennsylvania regulation. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

145. D - The correct answer in this policy context is The new policy may not match the old policy benefits or values. This item tests pennsylvania regulation. In this situation, that choice addresses the policy or licensing concept. Other choices apply elsewhere. Focus on the selected concept purpose and operation when comparing related insurance terms.

146. B - The correct answer in this policy context is Insurance business and licensees in the Commonwealth. This item tests pennsylvania regulation. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

147. B - The correct answer in this policy context is Transact authorized insurance business in Pennsylvania. This item tests pennsylvania regulation. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

148. A - The correct answer in this policy context is They protect consumers from deceptive insurance conduct. This item tests pennsylvania regulation. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

149. C - The correct answer in this policy context is Insurance fraud. This item tests pennsylvania regulation. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.

150. D - The correct answer in this policy context is Clear, accurate communication supports informed consumer decisions. This item tests pennsylvania regulation. In this situation, that choice addresses the policy or licensing concept. The other choices reflect distinct insurance features or apply at another stage. Focus on the selected concept purpose and operation when comparing related insurance terms.