

PENNSYLVANIA LIFE, ACCIDENT AND HEALTH INSURANCE LICENSE STUDY GUIDE - EXAM 6 (150 QUESTIONS)

This 150-question practice exam covers life insurance, annuities, accident and health insurance, group benefits, federal programs, and Pennsylvania producer regulation. Use it for study preparation only; it is not an official licensing examination. Select the single best answer before reviewing the answer key and explanations.

1. In an applicant scenario, an applicant statement that is untrue and material to underwriting is a?
 - A. Material misrepresentation under the stated policy design
 - B. Settlement option under the stated policy design
 - C. Policy dividend under the stated policy design
 - D. Beneficiary designation under the stated policy design
2. In an applicant scenario, the medical information bureau is used by insurers mainly to?
 - A. Set premium tax rates under the stated policy design
 - B. Share coded underwriting information under the stated policy design
 - C. Pay beneficiary claims under the stated policy design
 - D. Register securities under the stated policy design
3. In an applicant scenario, insurable interest in life insurance must generally exist when?
 - A. The insured dies under the stated policy design
 - B. The policy is issued under the stated policy design
 - C. A policy loan is taken under the stated policy design
 - D. A beneficiary files a claim under the stated policy design
4. In an applicant scenario, field underwriting is performed primarily by the?
 - A. Beneficiary at death under the stated policy design
 - B. Reinsurer at maturity under the stated policy design
 - C. Claims adjuster after loss under the stated policy design
 - D. Producer at the point of sale under the stated policy design
5. In an applicant scenario, replacement generally occurs when a new policy is purchased and an existing policy is?
 - A. Placed in trust without change under the stated policy design
 - B. Assigned to a producer under the stated policy design
 - C. Lapsed, surrendered, or materially reduced under the stated policy design
 - D. Converted to cash only under the stated policy design
6. In an applicant scenario, life insurance death proceeds paid to a named beneficiary are generally?
 - A. Received income-tax free under the stated policy design
 - B. Taxed as capital gains under the stated policy design
 - C. Taxed as ordinary wages under the stated policy design
 - D. Subject to payroll tax under the stated policy design
7. In an applicant scenario, policy dividends received by an owner are generally treated as?
 - A. A death benefit under the stated policy design
 - B. Fully taxable interest under the stated policy design
 - C. A deductible business expense under the stated policy design
 - D. A return of premium until premiums are recovered under the stated policy design
8. In an applicant scenario, a modified endowment contract is significant because distributions may be?

- A. Prohibited before age sixty-five under the stated policy design
 - B. Taxed differently from ordinary life-policy withdrawals under the stated policy design
 - C. Paid only at death under the stated policy design
 - D. Always income-tax free under the stated policy design
9. In an applicant scenario, the accumulation phase of a deferred annuity is when?
- A. Death benefits are denied under the stated policy design
 - B. The policy is incontestable under the stated policy design
 - C. Premiums grow before income payments begin under the stated policy design
 - D. Income benefits are being paid under the stated policy design
10. In an applicant scenario, an immediate annuity usually begins income payments?
- A. Soon after a lump-sum premium under the stated policy design
 - B. After a long accumulation period under the stated policy design
 - C. Only after disability under the stated policy design
 - D. After policy surrender under the stated policy design
11. In an applicant scenario, in a fixed annuity, the insurer generally assumes?
- A. The owner investment risk under the stated policy design
 - B. All longevity risk of beneficiaries under the stated policy design
 - C. The producer licensing risk under the stated policy design
 - D. Investment risk in the general account under the stated policy design
12. In an applicant scenario, a variable annuity uses premiums invested in?
- A. A policy loan account under the stated policy design
 - B. Only insurer general-account bonds under the stated policy design
 - C. Separate-account investment options under the stated policy design
 - D. A beneficiary trust account under the stated policy design
13. In an applicant scenario, the annuitant is the person whose?
- A. Premium is held in trust under the stated policy design
 - B. Life expectancy determines income payments under the stated policy design
 - C. Signature creates the producer license under the stated policy design
 - D. Claim establishes disability under the stated policy design
14. In an applicant scenario, the grace period allows a policyowner to?
- A. Pay an overdue premium without immediate lapse under the stated policy design
 - B. Change the beneficiary without consent under the stated policy design
 - C. Avoid all underwriting under the stated policy design
 - D. Borrow unlimited cash value under the stated policy design
15. In an applicant scenario, a reinstatement provision allows a lapsed policy to?
- A. Convert automatically to an annuity under the stated policy design
 - B. Change into group coverage under the stated policy design
 - C. Be restored if stated conditions are met under the stated policy design
 - D. Eliminate past-due premiums under the stated policy design
16. In an applicant scenario, the suicide provision may limit benefits for?
- A. Disability after a waiting period under the stated policy design
 - B. Accidental death after retirement under the stated policy design

- C. Any death after contestability under the stated policy design
 - D. Suicide during its stated early-policy period under the stated policy design
- 17.** In an applicant scenario, an assignment transfers?
- A. The insured medical condition under the stated policy design
 - B. Some ownership rights in a policy under the stated policy design
 - C. A producer examination score under the stated policy design
 - D. An insurer certificate of authority under the stated policy design
- 18.** In an applicant scenario, a collateral assignment is commonly used to secure?
- A. A loan obligation under the stated policy design
 - B. A group conversion privilege under the stated policy design
 - C. A policy dividend under the stated policy design
 - D. A beneficiary designation under the stated policy design
- 19.** In an applicant scenario, the automatic premium loan provision uses?
- A. A beneficiary loan to buy term insurance under the stated policy design
 - B. Dividends to buy health coverage under the stated policy design
 - C. Death benefits to pay interest under the stated policy design
 - D. Cash value to pay a premium under the stated policy design
- 20.** In an applicant scenario, a nonforfeiture option protects a permanent-policy owner who?
- A. Becomes a beneficiary under the stated policy design
 - B. Stops paying premiums after cash value has built under the stated policy design
 - C. Takes a physical examination under the stated policy design
 - D. Changes primary care providers under the stated policy design
- 21.** In an applicant scenario, group insurance is commonly written under a?
- A. Separate life policy for each employee under the stated policy design
 - B. Property binder for each family under the stated policy design
 - C. Master policy issued to the sponsor under the stated policy design
 - D. Producer appointment certificate under the stated policy design
- 22.** In an applicant scenario, an employee covered under a group master policy commonly receives?
- A. A certificate of coverage under the stated policy design
 - B. A policy loan statement under the stated policy design
 - C. A securities prospectus under the stated policy design
 - D. A certificate of authority under the stated policy design
- 23.** In an applicant scenario, the probationary period in group coverage is?
- A. The policy grace period under the stated policy design
 - B. The claim settlement period under the stated policy design
 - C. The disability benefit period under the stated policy design
 - D. A waiting period before a new employee becomes eligible under the stated policy design
- 24.** In an applicant scenario, contributory group coverage means?
- A. The employer pays all premiums under the stated policy design
 - B. Employees contribute toward the premium under the stated policy design
 - C. Benefits are paid only in cash under the stated policy design
 - D. Only retirees are covered under the stated policy design

25. In an applicant scenario, a conversion privilege permits a departing group member to?
- A. Obtain individual coverage without evidence of insurability under the stated policy design
 - B. Avoid all premiums permanently under the stated policy design
 - C. Keep the same employer contribution under the stated policy design
 - D. Transfer a policy loan to the employer under the stated policy design
26. In an applicant scenario, the time limit on certain defenses provision limits?
- A. How long an insured may pay premium under the stated policy design
 - B. The number of covered dependents under the stated policy design
 - C. How long an insurer may challenge statements after coverage begins under the stated policy design
 - D. The annual deductible amount under the stated policy design
27. In an applicant scenario, notice of claim tells the insurer that?
- A. A beneficiary has changed under the stated policy design
 - B. A premium has been refunded under the stated policy design
 - C. An agent has been appointed under the stated policy design
 - D. A loss has occurred or may have occurred under the stated policy design
28. In an applicant scenario, proof of loss is documentation supporting?
- A. The claim and amount of covered loss under the stated policy design
 - B. A beneficiary change under the stated policy design
 - C. A license renewal request under the stated policy design
 - D. A policy replacement notice under the stated policy design
29. In an applicant scenario, the legal actions provision sets a time framework for?
- A. Changing a copayment under the stated policy design
 - B. Bringing suit under the policy under the stated policy design
 - C. Naming a dependent under the stated policy design
 - D. Issuing a temporary producer license under the stated policy design
30. In an applicant scenario, a free-look period gives a new policyowner time to?
- A. File a disability claim under the stated policy design
 - B. Create cash value under the stated policy design
 - C. Review and return a policy under stated terms under the stated policy design
 - D. Change an HMO network under the stated policy design
31. In an applicant scenario, own-occupation disability coverage considers whether the insured can perform?
- A. A beneficiary role under the stated policy design
 - B. Any job in the national economy under the stated policy design
 - C. Only volunteer work under the stated policy design
 - D. The duties of the insured regular occupation under the stated policy design
32. In an applicant scenario, any-occupation disability coverage is generally more restrictive because it considers?
- A. Whether a policy has cash value under the stated policy design
 - B. Ability to perform other suitable work under the stated policy design
 - C. Only ability to return to the old job under the stated policy design
 - D. Whether an annuity matures under the stated policy design
33. In an applicant scenario, presumptive disability commonly involves?
- A. Losses such as sight, hearing, speech, or limbs under the stated policy design

- B. A short waiting period only under the stated policy design
 - C. A routine doctor visit under the stated policy design
 - D. A change in beneficiary under the stated policy design
34. In an applicant scenario, the benefit period is the maximum time?
- A. A policy may be replaced under the stated policy design
 - B. Premiums may be waived under the stated policy design
 - C. Monthly disability benefits will be paid under the stated policy design
 - D. A claim form may be submitted under the stated policy design
35. In an applicant scenario, a recurrent disability is one that?
- A. Always requires a new policy under the stated policy design
 - B. Occurs only at work under the stated policy design
 - C. Returns after a related prior disability under the stated policy design
 - D. Begins before an application under the stated policy design
36. In an applicant scenario, activities of daily living include?
- A. Writing a life policy under the stated policy design
 - B. Selecting securities under the stated policy design
 - C. Paying an annuity premium under the stated policy design
 - D. Tasks such as bathing, dressing, and eating under the stated policy design
37. In an applicant scenario, custodial long-term care mainly provides?
- A. Personal assistance with daily living needs under the stated policy design
 - B. Producer training under the stated policy design
 - C. Life insurance cash value under the stated policy design
 - D. Surgery in an acute-care hospital under the stated policy design
38. In an applicant scenario, skilled nursing care generally requires?
- A. Only a beneficiary designation under the stated policy design
 - B. Services ordered and supervised by licensed professionals under the stated policy design
 - C. No medical oversight under the stated policy design
 - D. A producer appointment under the stated policy design
39. In an applicant scenario, COBRA is intended to provide eligible workers with?
- A. Workers compensation benefits under the stated policy design
 - B. Temporary continuation of group health coverage under the stated policy design
 - C. Life insurance conversion under the stated policy design
 - D. Medicare hospital benefits under the stated policy design
40. In an applicant scenario, workers compensation generally covers?
- A. Only dental expenses under the stated policy design
 - B. Personal auto losses under the stated policy design
 - C. Job-related injury or illness under the stated policy design
 - D. Any illness after retirement under the stated policy design
41. In an applicant scenario, a producer must not commingle premium funds because?
- A. Premium funds must be handled in a fiduciary capacity under the stated policy design
 - B. Commissions are never taxable under the stated policy design
 - C. Insurers cannot collect premium under the stated policy design

- D. Policies cannot be replaced under the stated policy design
42. In an applicant scenario, defamation in insurance involves?
- A. Charging a policy fee under the stated policy design
 - B. Collecting premium under the stated policy design
 - C. Providing a buyer guide under the stated policy design
 - D. Making false statements that harm an insurer or person reputation under the stated policy design
43. In an applicant scenario, an unfair discrimination concern arises when an insurer?
- A. Pays a covered claim under the stated policy design
 - B. Treats similar risks differently without a lawful basis under the stated policy design
 - C. Uses underwriting classifications under the stated policy design
 - D. Requires an application under the stated policy design
44. In an applicant scenario, a producer should keep records of replacements mainly to?
- A. Create policy cash value under the stated policy design
 - B. Determine Medicare eligibility under the stated policy design
 - C. Avoid any underwriting under the stated policy design
 - D. Document compliant disclosures and transactions under the stated policy design
45. In an applicant scenario, an insurer may discipline a producer for?
- A. Violating insurance laws or regulations under the stated policy design
 - B. Reporting suspected fraud under the stated policy design
 - C. Accurately explaining a policy under the stated policy design
 - D. Using approved marketing material under the stated policy design
46. In an applicant scenario, the purpose of licensing is to?
- A. Replace policy contracts under the stated policy design
 - B. Guarantee producer income under the stated policy design
 - C. Protect consumers through regulated producer conduct under the stated policy design
 - D. Eliminate insurer underwriting under the stated policy design
47. In an applicant scenario, a producer advertising a policy should ensure statements are?
- A. Limited to oral statements under the stated policy design
 - B. Unrelated to policy terms under the stated policy design
 - C. Guaranteed to beat competitors under the stated policy design
 - D. Accurate and not misleading under the stated policy design
48. In an applicant scenario, a cease-and-desist order is intended to?
- A. Require prohibited conduct to stop under the stated policy design
 - B. Increase an insurer dividend under the stated policy design
 - C. Create a beneficiary trust under the stated policy design
 - D. Approve every policy form under the stated policy design
49. In an applicant scenario, insurance fraud reporting supports?
- A. Guaranteed renewal under the stated policy design
 - B. Cash-value accumulation under the stated policy design
 - C. Detection and prevention of fraudulent insurance activity under the stated policy design
 - D. Automatic policy issuance under the stated policy design

50. In an applicant scenario, when a consumer asks about exclusions, a producer should?
- A. Promise they will never apply under the stated policy design
 - B. Explain them clearly and accurately under the stated policy design
 - C. Ignore the question under the stated policy design
 - D. Change the policy after issue under the stated policy design
51. For Exam 6 preparation, an applicant statement that is untrue and material to underwriting is a?
- A. Policy dividend under the stated policy design
 - B. Beneficiary designation under the stated policy design
 - C. Settlement option under the stated policy design
 - D. Material misrepresentation under the stated policy design
52. For Exam 6 preparation, the medical information bureau is used by insurers mainly to?
- A. Register securities under the stated policy design
 - B. Share coded underwriting information under the stated policy design
 - C. Set premium tax rates under the stated policy design
 - D. Pay beneficiary claims under the stated policy design
53. For Exam 6 preparation, insurable interest in life insurance must generally exist when?
- A. A beneficiary files a claim under the stated policy design
 - B. The insured dies under the stated policy design
 - C. The policy is issued under the stated policy design
 - D. A policy loan is taken under the stated policy design
54. For Exam 6 preparation, field underwriting is performed primarily by the?
- A. Producer at the point of sale under the stated policy design
 - B. Reinsurer at maturity under the stated policy design
 - C. Beneficiary at death under the stated policy design
 - D. Claims adjuster after loss under the stated policy design
55. For Exam 6 preparation, replacement generally occurs when a new policy is purchased and an existing policy is?
- A. Lapsed, surrendered, or materially reduced under the stated policy design
 - B. Converted to cash only under the stated policy design
 - C. Placed in trust without change under the stated policy design
 - D. Assigned to a producer under the stated policy design
56. For Exam 6 preparation, life insurance death proceeds paid to a named beneficiary are generally?
- A. Subject to payroll tax under the stated policy design
 - B. Taxed as ordinary wages under the stated policy design
 - C. Received income-tax free under the stated policy design
 - D. Taxed as capital gains under the stated policy design
57. For Exam 6 preparation, policy dividends received by an owner are generally treated as?
- A. A death benefit under the stated policy design
 - B. Fully taxable interest under the stated policy design
 - C. A deductible business expense under the stated policy design
 - D. A return of premium until premiums are recovered under the stated policy design
58. For Exam 6 preparation, a modified endowment contract is significant because distributions may be?
- A. Prohibited before age sixty-five under the stated policy design

- B. Taxed differently from ordinary life-policy withdrawals under the stated policy design
 - C. Paid only at death under the stated policy design
 - D. Always income-tax free under the stated policy design
59. For Exam 6 preparation, the accumulation phase of a deferred annuity is when?
- A. Premiums grow before income payments begin under the stated policy design
 - B. The policy is incontestable under the stated policy design
 - C. Death benefits are denied under the stated policy design
 - D. Income benefits are being paid under the stated policy design
60. For Exam 6 preparation, an immediate annuity usually begins income payments?
- A. Only after disability under the stated policy design
 - B. Soon after a lump-sum premium under the stated policy design
 - C. After policy surrender under the stated policy design
 - D. After a long accumulation period under the stated policy design
61. For Exam 6 preparation, in a fixed annuity, the insurer generally assumes?
- A. The producer licensing risk under the stated policy design
 - B. The owner investment risk under the stated policy design
 - C. All longevity risk of beneficiaries under the stated policy design
 - D. Investment risk in the general account under the stated policy design
62. For Exam 6 preparation, a variable annuity uses premiums invested in?
- A. Only insurer general-account bonds under the stated policy design
 - B. A policy loan account under the stated policy design
 - C. Separate-account investment options under the stated policy design
 - D. A beneficiary trust account under the stated policy design
63. For Exam 6 preparation, the annuitant is the person whose?
- A. Premium is held in trust under the stated policy design
 - B. Signature creates the producer license under the stated policy design
 - C. Life expectancy determines income payments under the stated policy design
 - D. Claim establishes disability under the stated policy design
64. For Exam 6 preparation, the grace period allows a policyowner to?
- A. Avoid all underwriting under the stated policy design
 - B. Pay an overdue premium without immediate lapse under the stated policy design
 - C. Change the beneficiary without consent under the stated policy design
 - D. Borrow unlimited cash value under the stated policy design
65. For Exam 6 preparation, a reinstatement provision allows a lapsed policy to?
- A. Be restored if stated conditions are met under the stated policy design
 - B. Eliminate past-due premiums under the stated policy design
 - C. Change into group coverage under the stated policy design
 - D. Convert automatically to an annuity under the stated policy design
66. For Exam 6 preparation, the suicide provision may limit benefits for?
- A. Any death after contestability under the stated policy design
 - B. Accidental death after retirement under the stated policy design
 - C. Disability after a waiting period under the stated policy design

- D. Suicide during its stated early-policy period under the stated policy design
- 67.** For Exam 6 preparation, an assignment transfers?
- A. The insured medical condition under the stated policy design
 - B. An insurer certificate of authority under the stated policy design
 - C. A producer examination score under the stated policy design
 - D. Some ownership rights in a policy under the stated policy design
- 68.** For Exam 6 preparation, a collateral assignment is commonly used to secure?
- A. A beneficiary designation under the stated policy design
 - B. A loan obligation under the stated policy design
 - C. A group conversion privilege under the stated policy design
 - D. A policy dividend under the stated policy design
- 69.** For Exam 6 preparation, the automatic premium loan provision uses?
- A. Dividends to buy health coverage under the stated policy design
 - B. Death benefits to pay interest under the stated policy design
 - C. Cash value to pay a premium under the stated policy design
 - D. A beneficiary loan to buy term insurance under the stated policy design
- 70.** For Exam 6 preparation, a nonforfeiture option protects a permanent-policy owner who?
- A. Stops paying premiums after cash value has built under the stated policy design
 - B. Takes a physical examination under the stated policy design
 - C. Becomes a beneficiary under the stated policy design
 - D. Changes primary care providers under the stated policy design
- 71.** For Exam 6 preparation, group insurance is commonly written under a?
- A. Separate life policy for each employee under the stated policy design
 - B. Producer appointment certificate under the stated policy design
 - C. Property binder for each family under the stated policy design
 - D. Master policy issued to the sponsor under the stated policy design
- 72.** For Exam 6 preparation, an employee covered under a group master policy commonly receives?
- A. A certificate of coverage under the stated policy design
 - B. A certificate of authority under the stated policy design
 - C. A securities prospectus under the stated policy design
 - D. A policy loan statement under the stated policy design
- 73.** For Exam 6 preparation, the probationary period in group coverage is?
- A. The claim settlement period under the stated policy design
 - B. A waiting period before a new employee becomes eligible under the stated policy design
 - C. The disability benefit period under the stated policy design
 - D. The policy grace period under the stated policy design
- 74.** For Exam 6 preparation, contributory group coverage means?
- A. Only retirees are covered under the stated policy design
 - B. The employer pays all premiums under the stated policy design
 - C. Employees contribute toward the premium under the stated policy design
 - D. Benefits are paid only in cash under the stated policy design

75. For Exam 6 preparation, a conversion privilege permits a departing group member to?
- A. Transfer a policy loan to the employer under the stated policy design
 - B. Obtain individual coverage without evidence of insurability under the stated policy design
 - C. Avoid all premiums permanently under the stated policy design
 - D. Keep the same employer contribution under the stated policy design
76. For Exam 6 preparation, the time limit on certain defenses provision limits?
- A. The annual deductible amount under the stated policy design
 - B. The number of covered dependents under the stated policy design
 - C. How long an insurer may challenge statements after coverage begins under the stated policy design
 - D. How long an insured may pay premium under the stated policy design
77. For Exam 6 preparation, notice of claim tells the insurer that?
- A. An agent has been appointed under the stated policy design
 - B. A beneficiary has changed under the stated policy design
 - C. A premium has been refunded under the stated policy design
 - D. A loss has occurred or may have occurred under the stated policy design
78. For Exam 6 preparation, proof of loss is documentation supporting?
- A. The claim and amount of covered loss under the stated policy design
 - B. A license renewal request under the stated policy design
 - C. A policy replacement notice under the stated policy design
 - D. A beneficiary change under the stated policy design
79. For Exam 6 preparation, the legal actions provision sets a time framework for?
- A. Changing a copayment under the stated policy design
 - B. Issuing a temporary producer license under the stated policy design
 - C. Naming a dependent under the stated policy design
 - D. Bringing suit under the policy under the stated policy design
80. For Exam 6 preparation, a free-look period gives a new policyowner time to?
- A. Create cash value under the stated policy design
 - B. Review and return a policy under stated terms under the stated policy design
 - C. File a disability claim under the stated policy design
 - D. Change an HMO network under the stated policy design
81. For Exam 6 preparation, own-occupation disability coverage considers whether the insured can perform?
- A. The duties of the insured regular occupation under the stated policy design
 - B. A beneficiary role under the stated policy design
 - C. Only volunteer work under the stated policy design
 - D. Any job in the national economy under the stated policy design
82. For Exam 6 preparation, any-occupation disability coverage is generally more restrictive because it considers?
- A. Whether a policy has cash value under the stated policy design
 - B. Whether an annuity matures under the stated policy design
 - C. Ability to perform other suitable work under the stated policy design
 - D. Only ability to return to the old job under the stated policy design
83. For Exam 6 preparation, presumptive disability commonly involves?
- A. Losses such as sight, hearing, speech, or limbs under the stated policy design

- B. A change in beneficiary under the stated policy design
 - C. A routine doctor visit under the stated policy design
 - D. A short waiting period only under the stated policy design
- 84.** For Exam 6 preparation, the benefit period is the maximum time?
- A. A policy may be replaced under the stated policy design
 - B. A claim form may be submitted under the stated policy design
 - C. Monthly disability benefits will be paid under the stated policy design
 - D. Premiums may be waived under the stated policy design
- 85.** For Exam 6 preparation, a recurrent disability is one that?
- A. Occurs only at work under the stated policy design
 - B. Returns after a related prior disability under the stated policy design
 - C. Begins before an application under the stated policy design
 - D. Always requires a new policy under the stated policy design
- 86.** For Exam 6 preparation, activities of daily living include?
- A. Selecting securities under the stated policy design
 - B. Writing a life policy under the stated policy design
 - C. Paying an annuity premium under the stated policy design
 - D. Tasks such as bathing, dressing, and eating under the stated policy design
- 87.** For Exam 6 preparation, custodial long-term care mainly provides?
- A. Surgery in an acute-care hospital under the stated policy design
 - B. Personal assistance with daily living needs under the stated policy design
 - C. Producer training under the stated policy design
 - D. Life insurance cash value under the stated policy design
- 88.** For Exam 6 preparation, skilled nursing care generally requires?
- A. A producer appointment under the stated policy design
 - B. No medical oversight under the stated policy design
 - C. Services ordered and supervised by licensed professionals under the stated policy design
 - D. Only a beneficiary designation under the stated policy design
- 89.** For Exam 6 preparation, COBRA is intended to provide eligible workers with?
- A. Medicare hospital benefits under the stated policy design
 - B. Workers compensation benefits under the stated policy design
 - C. Life insurance conversion under the stated policy design
 - D. Temporary continuation of group health coverage under the stated policy design
- 90.** For Exam 6 preparation, workers compensation generally covers?
- A. Job-related injury or illness under the stated policy design
 - B. Only dental expenses under the stated policy design
 - C. Personal auto losses under the stated policy design
 - D. Any illness after retirement under the stated policy design
- 91.** For Exam 6 preparation, a producer must not commingle premium funds because?
- A. Insurers cannot collect premium under the stated policy design
 - B. Commissions are never taxable under the stated policy design
 - C. Policies cannot be replaced under the stated policy design

- D. Premium funds must be handled in a fiduciary capacity under the stated policy design
- 92.** For Exam 6 preparation, defamation in insurance involves?
- A. Collecting premium under the stated policy design
 - B. Providing a buyer guide under the stated policy design
 - C. Making false statements that harm an insurer or person reputation under the stated policy design
 - D. Charging a policy fee under the stated policy design
- 93.** For Exam 6 preparation, an unfair discrimination concern arises when an insurer?
- A. Treats similar risks differently without a lawful basis under the stated policy design
 - B. Requires an application under the stated policy design
 - C. Uses underwriting classifications under the stated policy design
 - D. Pays a covered claim under the stated policy design
- 94.** For Exam 6 preparation, a producer should keep records of replacements mainly to?
- A. Avoid any underwriting under the stated policy design
 - B. Document compliant disclosures and transactions under the stated policy design
 - C. Determine Medicare eligibility under the stated policy design
 - D. Create policy cash value under the stated policy design
- 95.** For Exam 6 preparation, an insurer may discipline a producer for?
- A. Accurately explaining a policy under the stated policy design
 - B. Using approved marketing material under the stated policy design
 - C. Reporting suspected fraud under the stated policy design
 - D. Violating insurance laws or regulations under the stated policy design
- 96.** For Exam 6 preparation, the purpose of licensing is to?
- A. Protect consumers through regulated producer conduct under the stated policy design
 - B. Eliminate insurer underwriting under the stated policy design
 - C. Guarantee producer income under the stated policy design
 - D. Replace policy contracts under the stated policy design
- 97.** For Exam 6 preparation, a producer advertising a policy should ensure statements are?
- A. Limited to oral statements under the stated policy design
 - B. Unrelated to policy terms under the stated policy design
 - C. Accurate and not misleading under the stated policy design
 - D. Guaranteed to beat competitors under the stated policy design
- 98.** For Exam 6 preparation, a cease-and-desist order is intended to?
- A. Increase an insurer dividend under the stated policy design
 - B. Require prohibited conduct to stop under the stated policy design
 - C. Create a beneficiary trust under the stated policy design
 - D. Approve every policy form under the stated policy design
- 99.** For Exam 6 preparation, insurance fraud reporting supports?
- A. Guaranteed renewal under the stated policy design
 - B. Detection and prevention of fraudulent insurance activity under the stated policy design
 - C. Cash-value accumulation under the stated policy design
 - D. Automatic policy issuance under the stated policy design

- 100.** For Exam 6 preparation, when a consumer asks about exclusions, a producer should?
- A. Promise they will never apply under the stated policy design
 - B. Change the policy after issue under the stated policy design
 - C. Explain them clearly and accurately under the stated policy design
 - D. Ignore the question under the stated policy design
- 101.** When advising a Pennsylvania insurance consumer, an applicant statement that is untrue and material to underwriting is a?
- A. Material misrepresentation under the stated policy design
 - B. Settlement option under the stated policy design
 - C. Policy dividend under the stated policy design
 - D. Beneficiary designation under the stated policy design
- 102.** When advising a Pennsylvania insurance consumer, the medical information bureau is used by insurers mainly to?
- A. Register securities under the stated policy design
 - B. Set premium tax rates under the stated policy design
 - C. Pay beneficiary claims under the stated policy design
 - D. Share coded underwriting information under the stated policy design
- 103.** When advising a Pennsylvania insurance consumer, insurable interest in life insurance must generally exist when?
- A. A policy loan is taken under the stated policy design
 - B. The insured dies under the stated policy design
 - C. A beneficiary files a claim under the stated policy design
 - D. The policy is issued under the stated policy design
- 104.** When advising a Pennsylvania insurance consumer, field underwriting is performed primarily by the?
- A. Producer at the point of sale under the stated policy design
 - B. Claims adjuster after loss under the stated policy design
 - C. Reinsurer at maturity under the stated policy design
 - D. Beneficiary at death under the stated policy design
- 105.** When advising a Pennsylvania insurance consumer, replacement generally occurs when a new policy is purchased and an existing policy is?
- A. Converted to cash only under the stated policy design
 - B. Assigned to a producer under the stated policy design
 - C. Lapsed, surrendered, or materially reduced under the stated policy design
 - D. Placed in trust without change under the stated policy design
- 106.** When advising a Pennsylvania insurance consumer, life insurance death proceeds paid to a named beneficiary are generally?
- A. Subject to payroll tax under the stated policy design
 - B. Received income-tax free under the stated policy design
 - C. Taxed as capital gains under the stated policy design
 - D. Taxed as ordinary wages under the stated policy design
- 107.** When advising a Pennsylvania insurance consumer, policy dividends received by an owner are generally treated as?
- A. A deductible business expense under the stated policy design
 - B. Fully taxable interest under the stated policy design
 - C. A return of premium until premiums are recovered under the stated policy design

D. A death benefit under the stated policy design

108. When advising a Pennsylvania insurance consumer, a modified endowment contract is significant because distributions may be?

- A. Prohibited before age sixty-five under the stated policy design
- B. Paid only at death under the stated policy design
- C. Always income-tax free under the stated policy design
- D. Taxed differently from ordinary life-policy withdrawals under the stated policy design

109. When advising a Pennsylvania insurance consumer, the accumulation phase of a deferred annuity is when?

- A. Premiums grow before income payments begin under the stated policy design
- B. Income benefits are being paid under the stated policy design
- C. Death benefits are denied under the stated policy design
- D. The policy is incontestable under the stated policy design

110. When advising a Pennsylvania insurance consumer, an immediate annuity usually begins income payments?

- A. Only after disability under the stated policy design
- B. Soon after a lump-sum premium under the stated policy design
- C. After a long accumulation period under the stated policy design
- D. After policy surrender under the stated policy design

111. When advising a Pennsylvania insurance consumer, in a fixed annuity, the insurer generally assumes?

- A. The producer licensing risk under the stated policy design
- B. Investment risk in the general account under the stated policy design
- C. All longevity risk of beneficiaries under the stated policy design
- D. The owner investment risk under the stated policy design

112. When advising a Pennsylvania insurance consumer, a variable annuity uses premiums invested in?

- A. Separate-account investment options under the stated policy design
- B. A policy loan account under the stated policy design
- C. A beneficiary trust account under the stated policy design
- D. Only insurer general-account bonds under the stated policy design

113. When advising a Pennsylvania insurance consumer, the annuitant is the person whose?

- A. Claim establishes disability under the stated policy design
- B. Premium is held in trust under the stated policy design
- C. Signature creates the producer license under the stated policy design
- D. Life expectancy determines income payments under the stated policy design

114. When advising a Pennsylvania insurance consumer, the grace period allows a policyowner to?

- A. Borrow unlimited cash value under the stated policy design
- B. Change the beneficiary without consent under the stated policy design
- C. Pay an overdue premium without immediate lapse under the stated policy design
- D. Avoid all underwriting under the stated policy design

115. When advising a Pennsylvania insurance consumer, a reinstatement provision allows a lapsed policy to?

- A. Change into group coverage under the stated policy design
- B. Convert automatically to an annuity under the stated policy design
- C. Be restored if stated conditions are met under the stated policy design
- D. Eliminate past-due premiums under the stated policy design

- 116.** When advising a Pennsylvania insurance consumer, the suicide provision may limit benefits for?
- A. Suicide during its stated early-policy period under the stated policy design
 - B. Disability after a waiting period under the stated policy design
 - C. Accidental death after retirement under the stated policy design
 - D. Any death after contestability under the stated policy design
- 117.** When advising a Pennsylvania insurance consumer, an assignment transfers?
- A. An insurer certificate of authority under the stated policy design
 - B. Some ownership rights in a policy under the stated policy design
 - C. The insured medical condition under the stated policy design
 - D. A producer examination score under the stated policy design
- 118.** When advising a Pennsylvania insurance consumer, a collateral assignment is commonly used to secure?
- A. A group conversion privilege under the stated policy design
 - B. A beneficiary designation under the stated policy design
 - C. A policy dividend under the stated policy design
 - D. A loan obligation under the stated policy design
- 119.** When advising a Pennsylvania insurance consumer, the automatic premium loan provision uses?
- A. Dividends to buy health coverage under the stated policy design
 - B. Cash value to pay a premium under the stated policy design
 - C. Death benefits to pay interest under the stated policy design
 - D. A beneficiary loan to buy term insurance under the stated policy design
- 120.** When advising a Pennsylvania insurance consumer, a nonforfeiture option protects a permanent-policy owner who?
- A. Changes primary care providers under the stated policy design
 - B. Takes a physical examination under the stated policy design
 - C. Becomes a beneficiary under the stated policy design
 - D. Stops paying premiums after cash value has built under the stated policy design
- 121.** When advising a Pennsylvania insurance consumer, group insurance is commonly written under a?
- A. Property binder for each family under the stated policy design
 - B. Separate life policy for each employee under the stated policy design
 - C. Master policy issued to the sponsor under the stated policy design
 - D. Producer appointment certificate under the stated policy design
- 122.** When advising a Pennsylvania insurance consumer, an employee covered under a group master policy commonly receives?
- A. A certificate of coverage under the stated policy design
 - B. A policy loan statement under the stated policy design
 - C. A securities prospectus under the stated policy design
 - D. A certificate of authority under the stated policy design
- 123.** When advising a Pennsylvania insurance consumer, the probationary period in group coverage is?
- A. A waiting period before a new employee becomes eligible under the stated policy design
 - B. The policy grace period under the stated policy design
 - C. The claim settlement period under the stated policy design
 - D. The disability benefit period under the stated policy design

- 124.** When advising a Pennsylvania insurance consumer, contributory group coverage means?
- A. Only retirees are covered under the stated policy design
 - B. The employer pays all premiums under the stated policy design
 - C. Benefits are paid only in cash under the stated policy design
 - D. Employees contribute toward the premium under the stated policy design
- 125.** When advising a Pennsylvania insurance consumer, a conversion privilege permits a departing group member to?
- A. Keep the same employer contribution under the stated policy design
 - B. Transfer a policy loan to the employer under the stated policy design
 - C. Obtain individual coverage without evidence of insurability under the stated policy design
 - D. Avoid all premiums permanently under the stated policy design
- 126.** When advising a Pennsylvania insurance consumer, the time limit on certain defenses provision limits?
- A. The annual deductible amount under the stated policy design
 - B. How long an insurer may challenge statements after coverage begins under the stated policy design
 - C. How long an insured may pay premium under the stated policy design
 - D. The number of covered dependents under the stated policy design
- 127.** When advising a Pennsylvania insurance consumer, notice of claim tells the insurer that?
- A. A beneficiary has changed under the stated policy design
 - B. An agent has been appointed under the stated policy design
 - C. A loss has occurred or may have occurred under the stated policy design
 - D. A premium has been refunded under the stated policy design
- 128.** When advising a Pennsylvania insurance consumer, proof of loss is documentation supporting?
- A. A beneficiary change under the stated policy design
 - B. A license renewal request under the stated policy design
 - C. A policy replacement notice under the stated policy design
 - D. The claim and amount of covered loss under the stated policy design
- 129.** When advising a Pennsylvania insurance consumer, the legal actions provision sets a time framework for?
- A. Issuing a temporary producer license under the stated policy design
 - B. Bringing suit under the policy under the stated policy design
 - C. Naming a dependent under the stated policy design
 - D. Changing a copayment under the stated policy design
- 130.** When advising a Pennsylvania insurance consumer, a free-look period gives a new policyowner time to?
- A. Review and return a policy under stated terms under the stated policy design
 - B. Create cash value under the stated policy design
 - C. File a disability claim under the stated policy design
 - D. Change an HMO network under the stated policy design
- 131.** When advising a Pennsylvania insurance consumer, own-occupation disability coverage considers whether the insured can perform?
- A. The duties of the insured regular occupation under the stated policy design
 - B. Any job in the national economy under the stated policy design
 - C. A beneficiary role under the stated policy design
 - D. Only volunteer work under the stated policy design

- 132.** When advising a Pennsylvania insurance consumer, any-occupation disability coverage is generally more restrictive because it considers?
- A. Whether a policy has cash value under the stated policy design
 - B. Only ability to return to the old job under the stated policy design
 - C. Whether an annuity matures under the stated policy design
 - D. Ability to perform other suitable work under the stated policy design
- 133.** When advising a Pennsylvania insurance consumer, presumptive disability commonly involves?
- A. A routine doctor visit under the stated policy design
 - B. Losses such as sight, hearing, speech, or limbs under the stated policy design
 - C. A change in beneficiary under the stated policy design
 - D. A short waiting period only under the stated policy design
- 134.** When advising a Pennsylvania insurance consumer, the benefit period is the maximum time?
- A. A claim form may be submitted under the stated policy design
 - B. Premiums may be waived under the stated policy design
 - C. Monthly disability benefits will be paid under the stated policy design
 - D. A policy may be replaced under the stated policy design
- 135.** When advising a Pennsylvania insurance consumer, a recurrent disability is one that?
- A. Always requires a new policy under the stated policy design
 - B. Begins before an application under the stated policy design
 - C. Occurs only at work under the stated policy design
 - D. Returns after a related prior disability under the stated policy design
- 136.** When advising a Pennsylvania insurance consumer, activities of daily living include?
- A. Selecting securities under the stated policy design
 - B. Tasks such as bathing, dressing, and eating under the stated policy design
 - C. Paying an annuity premium under the stated policy design
 - D. Writing a life policy under the stated policy design
- 137.** When advising a Pennsylvania insurance consumer, custodial long-term care mainly provides?
- A. Personal assistance with daily living needs under the stated policy design
 - B. Life insurance cash value under the stated policy design
 - C. Producer training under the stated policy design
 - D. Surgery in an acute-care hospital under the stated policy design
- 138.** When advising a Pennsylvania insurance consumer, skilled nursing care generally requires?
- A. No medical oversight under the stated policy design
 - B. A producer appointment under the stated policy design
 - C. Services ordered and supervised by licensed professionals under the stated policy design
 - D. Only a beneficiary designation under the stated policy design
- 139.** When advising a Pennsylvania insurance consumer, COBRA is intended to provide eligible workers with?
- A. Temporary continuation of group health coverage under the stated policy design
 - B. Workers compensation benefits under the stated policy design
 - C. Medicare hospital benefits under the stated policy design
 - D. Life insurance conversion under the stated policy design
- 140.** When advising a Pennsylvania insurance consumer, workers compensation generally covers?

- A. Any illness after retirement under the stated policy design
 - B. Personal auto losses under the stated policy design
 - C. Only dental expenses under the stated policy design
 - D. Job-related injury or illness under the stated policy design
- 141.** When advising a Pennsylvania insurance consumer, a producer must not commingle premium funds because?
- A. Commissions are never taxable under the stated policy design
 - B. Premium funds must be handled in a fiduciary capacity under the stated policy design
 - C. Insurers cannot collect premium under the stated policy design
 - D. Policies cannot be replaced under the stated policy design
- 142.** When advising a Pennsylvania insurance consumer, defamation in insurance involves?
- A. Collecting premium under the stated policy design
 - B. Charging a policy fee under the stated policy design
 - C. Making false statements that harm an insurer or person reputation under the stated policy design
 - D. Providing a buyer guide under the stated policy design
- 143.** When advising a Pennsylvania insurance consumer, an unfair discrimination concern arises when an insurer?
- A. Requires an application under the stated policy design
 - B. Pays a covered claim under the stated policy design
 - C. Uses underwriting classifications under the stated policy design
 - D. Treats similar risks differently without a lawful basis under the stated policy design
- 144.** When advising a Pennsylvania insurance consumer, a producer should keep records of replacements mainly to?
- A. Create policy cash value under the stated policy design
 - B. Determine Medicare eligibility under the stated policy design
 - C. Document compliant disclosures and transactions under the stated policy design
 - D. Avoid any underwriting under the stated policy design
- 145.** When advising a Pennsylvania insurance consumer, an insurer may discipline a producer for?
- A. Using approved marketing material under the stated policy design
 - B. Violating insurance laws or regulations under the stated policy design
 - C. Reporting suspected fraud under the stated policy design
 - D. Accurately explaining a policy under the stated policy design
- 146.** When advising a Pennsylvania insurance consumer, the purpose of licensing is to?
- A. Protect consumers through regulated producer conduct under the stated policy design
 - B. Eliminate insurer underwriting under the stated policy design
 - C. Guarantee producer income under the stated policy design
 - D. Replace policy contracts under the stated policy design
- 147.** When advising a Pennsylvania insurance consumer, a producer advertising a policy should ensure statements are?
- A. Accurate and not misleading under the stated policy design
 - B. Limited to oral statements under the stated policy design
 - C. Guaranteed to beat competitors under the stated policy design
 - D. Unrelated to policy terms under the stated policy design
- 148.** When advising a Pennsylvania insurance consumer, a cease-and-desist order is intended to?
- A. Increase an insurer dividend under the stated policy design
 - B. Require prohibited conduct to stop under the stated policy design

- C. Approve every policy form under the stated policy design
- D. Create a beneficiary trust under the stated policy design

149. When advising a Pennsylvania insurance consumer, insurance fraud reporting supports?

- A. Cash-value accumulation under the stated policy design
- B. Automatic policy issuance under the stated policy design
- C. Detection and prevention of fraudulent insurance activity under the stated policy design
- D. Guaranteed renewal under the stated policy design

150. When advising a Pennsylvania insurance consumer, when a consumer asks about exclusions, a producer should?

- A. Ignore the question under the stated policy design
- B. Promise they will never apply under the stated policy design
- C. Change the policy after issue under the stated policy design
- D. Explain them clearly and accurately under the stated policy design

EXAM 6: ANSWER KEY AND EXPLANATIONS

- 1. A** - The correct answer in this policy context is Material misrepresentation. This item tests life underwriting. 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 Share coded underwriting information. This item tests life underwriting. 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. B** - The correct answer in this policy context is The policy is issued. This item tests life underwriting. 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. D** - The correct answer in this policy context is Producer at the point of sale. This item tests life underwriting. 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. C** - The correct answer in this policy context is Lapsed, surrendered, or materially reduced. This item tests life underwriting. 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 Received income-tax free. This item tests life taxation. 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. D** - The correct answer in this policy context is A return of premium until premiums are recovered. This item tests life taxation. 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. B** - The correct answer in this policy context is Taxed differently from ordinary life-policy withdrawals. This item tests life taxation. 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. C** - The correct answer in this policy context is Premiums grow before income payments begin. This item tests annuities. 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 Soon after a lump-sum premium. This item tests annuities. 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. D** - The correct answer in this policy context is Investment risk in the general account. This item tests annuities. 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. C** - The correct answer in this policy context is Separate-account investment options. This item tests annuities. 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. B** - The correct answer in this policy context is Life expectancy determines income payments. This item tests annuities. 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. A** - The correct answer in this policy context is Pay an overdue premium without immediate lapse. This item tests life policy provisions. 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. C** - The correct answer in this policy context is Be restored if stated conditions are met. This item tests life policy provisions. 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. D** - The correct answer in this policy context is Suicide during its stated early-policy period. This item tests life policy provisions. 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. B** - The correct answer in this policy context is Some ownership rights in a policy. This item tests life policy provisions. 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. A** - The correct answer in this policy context is A loan obligation. This item tests life policy provisions. 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. D** - The correct answer in this policy context is Cash value to pay a premium. This item tests life policy provisions. 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 Stops paying premiums after cash value has built. This item tests life policy provisions. 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. C** - The correct answer in this policy context is Master policy issued to the sponsor. This item tests health group 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. A** - The correct answer in this policy context is A certificate of coverage. This item tests health group 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. D** - The correct answer in this policy context is A waiting period before a new employee becomes eligible. This item tests health group 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. B** - The correct answer in this policy context is Employees contribute toward the premium. This item tests health group 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. A** - The correct answer in this policy context is Obtain individual coverage without evidence of insurability. This item tests health group 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. C** - The correct answer in this policy context is How long an insurer may challenge statements after coverage begins. This item tests health policy provisions. 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. D** - The correct answer in this policy context is A loss has occurred or may have occurred. This item tests health policy provisions. 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 The claim and amount of covered loss. This item tests health policy provisions. 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. B** - The correct answer in this policy context is Bringing suit under the policy. This item tests health policy provisions. 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. C** - The correct answer in this policy context is Review and return a policy under stated terms. This item tests health policy provisions. 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. D** - The correct answer in this policy context is The duties of the insured regular occupation. This item tests disability 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. B** - The correct answer in this policy context is Ability to perform other suitable work. This item tests disability 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. A** - The correct answer in this policy context is Losses such as sight, hearing, speech, or limbs. This item tests disability 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. C** - The correct answer in this policy context is Monthly disability benefits will be paid. This item tests disability 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. C** - The correct answer in this policy context is Returns after a related prior disability. This item tests disability 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. D** - The correct answer in this policy context is Tasks such as bathing, dressing, and eating. This item tests long-term care. 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. A** - The correct answer in this policy context is Personal assistance with daily living needs. This item tests long-term care. 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 Services ordered and supervised by licensed professionals. This item tests long-term care. 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. B** - The correct answer in this policy context is Temporary continuation of group health coverage. This item tests federal health programs. 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. C** - The correct answer in this policy context is Job-related injury or illness. This item tests federal health programs. 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. A** - The correct answer in this policy context is Premium funds must be handled in a fiduciary capacity. 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. D** - The correct answer in this policy context is Making false statements that harm an insurer or person reputation. 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 Treats similar risks differently without a lawful basis. 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. D** - The correct answer in this policy context is Document compliant disclosures and transactions. 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. A** - The correct answer in this policy context is Violating insurance laws or regulations. 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.
- 46. C** - The correct answer in this policy context is Protect consumers through regulated producer 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.
- 47. D** - The correct answer in this policy context is Accurate and not misleading. 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. A** - The correct answer in this policy context is Require prohibited conduct to stop. 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. C** - The correct answer in this policy context is Detection and prevention of fraudulent insurance activity. 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. B** - The correct answer in this policy context is Explain them clearly and accurately. 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. D** - The correct answer in this policy context is Material misrepresentation. This item tests life underwriting. 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. B** - The correct answer in this policy context is Share coded underwriting information. This item tests life underwriting. 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 The policy is issued. This item tests life underwriting. 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 Producer at the point of sale. This item tests life underwriting. 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. A** - The correct answer in this policy context is Lapsed, surrendered, or materially reduced. This item tests life underwriting. 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. C** - The correct answer in this policy context is Received income-tax free. This item tests life taxation. 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. D** - The correct answer in this policy context is A return of premium until premiums are recovered. This item tests life taxation. 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 Taxed differently from ordinary life-policy withdrawals. This item tests life taxation. 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. A** - The correct answer in this policy context is Premiums grow before income payments begin. This item tests annuities. 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 Soon after a lump-sum premium. This item tests annuities. 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. D** - The correct answer in this policy context is Investment risk in the general account. This item tests annuities. 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. C** - The correct answer in this policy context is Separate-account investment options. This item tests annuities. 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. C** - The correct answer in this policy context is Life expectancy determines income payments. This item tests annuities. 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 Pay an overdue premium without immediate lapse. This item tests life policy provisions. 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. A** - The correct answer in this policy context is Be restored if stated conditions are met. This item tests life policy provisions. 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. D** - The correct answer in this policy context is Suicide during its stated early-policy period. This item tests life policy provisions. 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. D** - The correct answer in this policy context is Some ownership rights in a policy. This item tests life policy provisions. 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. B** - The correct answer in this policy context is A loan obligation. This item tests life policy provisions. 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. C** - The correct answer in this policy context is Cash value to pay a premium. This item tests life policy provisions. 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. A** - The correct answer in this policy context is Stops paying premiums after cash value has built. This item tests life policy provisions. 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. D** - The correct answer in this policy context is Master policy issued to the sponsor. This item tests health group 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. A** - The correct answer in this policy context is A certificate of coverage. This item tests health group 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 waiting period before a new employee becomes eligible. This item tests health group 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. C** - The correct answer in this policy context is Employees contribute toward the premium. This item tests health group 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. B** - The correct answer in this policy context is Obtain individual coverage without evidence of insurability. This item tests health group 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 How long an insurer may challenge statements after coverage begins. This item tests health policy provisions. 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. D** - The correct answer in this policy context is A loss has occurred or may have occurred. This item tests health policy provisions. 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. A** - The correct answer in this policy context is The claim and amount of covered loss. This item tests health policy provisions. 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. D** - The correct answer in this policy context is Bringing suit under the policy. This item tests health policy provisions. 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. B** - The correct answer in this policy context is Review and return a policy under stated terms. This item tests health policy provisions. 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. A** - The correct answer in this policy context is The duties of the insured regular occupation. This item tests disability 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. C** - The correct answer in this policy context is Ability to perform other suitable work. This item tests disability 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. A** - The correct answer in this policy context is Losses such as sight, hearing, speech, or limbs. This item tests disability 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. C** - The correct answer in this policy context is Monthly disability benefits will be paid. This item tests disability 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. B** - The correct answer in this policy context is Returns after a related prior disability. This item tests disability 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. D** - The correct answer in this policy context is Tasks such as bathing, dressing, and eating. This item tests long-term care. 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. B** - The correct answer in this policy context is Personal assistance with daily living needs. This item tests long-term care. 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. C** - The correct answer in this policy context is Services ordered and supervised by licensed professionals. This item tests long-term care. 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. D** - The correct answer in this policy context is Temporary continuation of group health coverage. This item tests federal health programs. 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. A** - The correct answer in this policy context is Job-related injury or illness. This item tests federal health programs. 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. D** - The correct answer in this policy context is Premium funds must be handled in a fiduciary capacity. 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. C** - The correct answer in this policy context is Making false statements that harm an insurer or person reputation. 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. A** - The correct answer in this policy context is Treats similar risks differently without a lawful basis. 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 Document compliant disclosures and transactions. 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 Violating insurance laws or regulations. 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.
- 96. A** - The correct answer in this policy context is Protect consumers through regulated producer 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.
- 97. C** - The correct answer in this policy context is Accurate and not misleading. 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. B - The correct answer in this policy context is Require prohibited conduct to stop. 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 Detection and prevention of fraudulent insurance activity. 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 Explain them clearly and accurately. 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. A - The correct answer in this policy context is Material misrepresentation. This item tests life underwriting. 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. D - The correct answer in this policy context is Share coded underwriting information. This item tests life underwriting. 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. D - The correct answer in this policy context is The policy is issued. This item tests life underwriting. 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. A - The correct answer in this policy context is Producer at the point of sale. This item tests life underwriting. 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. C - The correct answer in this policy context is Lapsed, surrendered, or materially reduced. This item tests life underwriting. 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. B - The correct answer in this policy context is Received income-tax free. This item tests life taxation. 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. C - The correct answer in this policy context is A return of premium until premiums are recovered. This item tests life taxation. 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. D - The correct answer in this policy context is Taxed differently from ordinary life-policy withdrawals. This item tests life taxation. 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. A - The correct answer in this policy context is Premiums grow before income payments begin. This item tests annuities. 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. B** - The correct answer in this policy context is Soon after a lump-sum premium. This item tests annuities. 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. B** - The correct answer in this policy context is Investment risk in the general account. This item tests annuities. 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. A** - The correct answer in this policy context is Separate-account investment options. This item tests annuities. 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. D** - The correct answer in this policy context is Life expectancy determines income payments. This item tests annuities. 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. C** - The correct answer in this policy context is Pay an overdue premium without immediate lapse. This item tests life policy provisions. 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. C** - The correct answer in this policy context is Be restored if stated conditions are met. This item tests life policy provisions. 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. A** - The correct answer in this policy context is Suicide during its stated early-policy period. This item tests life policy provisions. 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. B** - The correct answer in this policy context is Some ownership rights in a policy. This item tests life policy provisions. 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 A loan obligation. This item tests life policy provisions. 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. B** - The correct answer in this policy context is Cash value to pay a premium. This item tests life policy provisions. 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. D** - The correct answer in this policy context is Stops paying premiums after cash value has built. This item tests life policy provisions. 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. C** - The correct answer in this policy context is Master policy issued to the sponsor. This item tests health group 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. A** - The correct answer in this policy context is A certificate of coverage. This item tests health group 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 waiting period before a new employee becomes eligible. This item tests health group 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 Employees contribute toward the premium. This item tests health group 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. C - The correct answer in this policy context is Obtain individual coverage without evidence of insurability. This item tests health group 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. B - The correct answer in this policy context is How long an insurer may challenge statements after coverage begins. This item tests health policy provisions. 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 A loss has occurred or may have occurred. This item tests health policy provisions. 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. D - The correct answer in this policy context is The claim and amount of covered loss. This item tests health policy provisions. 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. B - The correct answer in this policy context is Bringing suit under the policy. This item tests health policy provisions. 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. A - The correct answer in this policy context is Review and return a policy under stated terms. This item tests health policy provisions. 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 duties of the insured regular occupation. This item tests disability 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. D - The correct answer in this policy context is Ability to perform other suitable work. This item tests disability 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. B - The correct answer in this policy context is Losses such as sight, hearing, speech, or limbs. This item tests disability 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. C - The correct answer in this policy context is Monthly disability benefits will be paid. This item tests disability 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. D - The correct answer in this policy context is Returns after a related prior disability. This item tests disability 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. B - The correct answer in this policy context is Tasks such as bathing, dressing, and eating. This item tests long-term care. 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. A - The correct answer in this policy context is Personal assistance with daily living needs. This item tests long-term care. 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 Services ordered and supervised by licensed professionals. This item tests long-term care. 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. A - The correct answer in this policy context is Temporary continuation of group health coverage. This item tests federal health programs. 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. D - The correct answer in this policy context is Job-related injury or illness. This item tests federal health programs. 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. B - The correct answer in this policy context is Premium funds must be handled in a fiduciary capacity. 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. C - The correct answer in this policy context is Making false statements that harm an insurer or person reputation. 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. D - The correct answer in this policy context is Treats similar risks differently without a lawful basis. 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 Document compliant disclosures and transactions. 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. B - The correct answer in this policy context is Violating insurance laws or regulations. 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.

146. A - The correct answer in this policy context is Protect consumers through regulated producer 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.

147. A - The correct answer in this policy context is Accurate and not misleading. 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. B - The correct answer in this policy context is Require prohibited conduct to stop. 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 Detection and prevention of fraudulent insurance activity. 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 Explain them clearly and accurately. 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.