



Take Assessment: Chapter 19 - True/False Quiz - 3rd Edition

Name	Chapter 19 - True/False Quiz - 3rd Edition
Instructions	Select the appropriate response and submit your answers.
Multiple Attempts	This Test allows multiple attempts.
Force Completion	This Test can be saved and resumed later.

▼ Question Completion Status:
1 2 3 4 5 6 7 8 9 10 11 12 13 14 15 16 17

Question 1 **5.5 points** [Save](#)

Commercial property insurance can cover only buildings and business personal property of the insured.

- True
- False

Question 2 **6 points** [Save](#)

Commercial property insurance can be written on either a named-perils or open-perils basis.

- True
- False

Question 3 **6 points** [Save](#)

Loss of income, continuing expenses, and extra expenses while a business is closed following a direct physical damage loss can be covered under business income insurance.

- True
- False

Question 4 **6 points** [Save](#)

A client can purchase crime insurance to cover the client's business against losses due to employee theft as well as burglary and robbery.

- True

False

Question 5

5.5 points [Save](#)

Inland marine insurance provides coverage against a variety of losses, including those to domestic goods in transit by truck, customers' clothes at a dry cleaner, fine art, and television towers.

True

False

Question 6

6 points [Save](#)

Although the Commercial General Liability (CGL) Coverage Form excludes coverage for most liability from pollution, numerous endorsements and other forms can cover the pollution loss exposure.

True

False

Question 7

6 points [Save](#)

The CGL Coverage Form excludes coverage for advertising injury liability.

True

False

Question 8

6 points [Save](#)

Most commonly, CGL coverage is written on a claims-made basis.

True

False

Question 9

6 points [Save](#)

The CGL Coverage Form has two aggregate limits that apply for an annual policy period.

True

False

Question 10

6 points [Save](#)

The most common type of commercial auto insurance is the Business Auto Coverage Form, which is similar to the Personal Auto Policy with respect to the coverages that can be purchased.

- True
- False

Question 11

6 points [Save](#)

Due to workers' compensation laws, employers are exempt from suits for injuries to employees.

- True
- False

Question 12

6 points [Save](#)

Most professional liability policies are written on an occurrence basis.

- True
- False

Question 13

5.5 points [Save](#)

Although a directors and officers (D&O) liability policy is purchased by a corporation, the insureds are generally the officers and directors and not the corporation.

- True
- False

Question 14

6 points [Save](#)

Both excess liability policies and commercial umbrella policies include drop-down coverage for claims the underlying coverages exclude.

- True
- False

Question 15

6 points [Save](#)

Surety bonds are three-party contracts in which a principal who defaults on a bond is liable to the surety to the extent of any expenditure the surety incurs.

- True
- False

Question 16

6 points [Save](#)

A businessowners policy (BOP) is designed for small- to medium-sized businesses in the sense that it can meet most of the needs of an average policyowner.

- True
- False

Question 17

5.5 points [Save](#)

Some BOPs automatically adjust the building coverage limit to allow for seasonal changes in building values.

- True
- False

