

**Question 1**

**7.5 points** [Save](#)

All beneficiaries of a life insurance policy are identified in the policy declarations page.

- True
- False

**Question 2**

**7 points** [Save](#)

Standard policy provision laws require that life insurance policies include certain provisions that are worded precisely as contained in the statute.

- True
- False

**Question 3**

**7 points** [Save](#)

If the insured dies 2 weeks after the premium was due but not paid, the life insurance company must pay the beneficiary only an amount equal to the premiums paid in the past plus interest.

- True
- False

**Question 4**

**7.5 points** [Save](#)

If the insured dies or surrenders the policy while a loan is outstanding, the insurer deducts the loan and accrued interest from the amount otherwise payable.

- True
- False

**Question 5**

**7 points** [Save](#)

After John's policy has been in force for 2 years during John's lifetime, the insurer can no longer contest the policy based on a false answer in the application about John's health.

- True
- False

**Question 6**

**7 points** [Save](#)

The use of dividends to purchase paid-up additions may be advantageous because the purchase is made at rates that do not contain a loading for expenses.

- True
- False

**Question 7**

**7 points** [Save](#)

If Bill dies 20 years after purchasing his whole life policy and the insurer discovers that he had understated his age in the application, the company will have to pay the face amount to the beneficiary because the 2-year contestability period is over.

- True
- False

**Question 8**

**7 points** [Save](#)

If an application is attached to a life insurance contract, it becomes part of the contract.

- True
- False

**Question 9**

**7 points** [Save](#)

If the premium for a whole life insurance policy is overdue at the end of the grace period, the policy will lapse and automatically pay the cash surrender value to the policyowner.

- True
- False

**Question 10**

**7 points** [Save](#)

If Sarah named her husband as primary beneficiary and her children as contingent beneficiaries of her life insurance policy, and her husband predeceases her, the death proceeds from Sarah's policy will be paid to her husband's estate unless she has changed the beneficiary designation.

- True
- False

**Question 11**

**7.5 points** [Save](#)

If Teresa commits suicide 5 years after purchasing her whole life policy, the insurer will pay the face amount to the beneficiary.

- True
- False

**Question 12**

**7 points** [Save](#)

The person who has the power to exercise the rights in a life insurance policy is called the insured.

- True
- False

**Question 13**

**7 points** [Save](#)

Although accidental death benefit riders typically exclude death by suicide, they do pay for most deaths caused by disease.

- True
- False

**Question 14**

**7.5 points** [Save](#)

If a person purchases a life insurance policy that the state insurance department has not approved, the policyowner can seek a refund of premiums paid or seek to enforce the policy.

- True
- False

