Indiana Life and Health Producer License Exam

Section: Indiana Insurance Exams • **Total Questions:** 10 • **Format:** Verified Q&A

1. An insured who is covered by a major medical policy with an 80/20 Coinsurance clause and a $500 deductible is hospitalized after a hiking accident. If the covered medical expenses total $1,500, the insured will pay a MAXIMUM of:

(A) $0
(B) $200
(C) $700
(D) $1,000

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2. Which of the following items requires an insurance company to advise an applicant that the company intends to secure a report which includes details about his income and general reputation?

(A) Fair Credit Reporting Act
(B) Freedom of Information Act
(C) Uniform Provisions Law
(D) USA Patriot Act

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3. A proposed insured wants to purchase a policy that allows for an increase or decrease in the Premium payment, Premium Mode, and Death benefit. Which of the following policies offers this type of flexibility?

(A) Limited Pay Life
(B) Variable Universal Life
(C) Variable Whole Life
(D) Modified Whole Life

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4. Which of the following statements regarding Preferred Provider Organizations (PPOs) is CORRECT?

(A) Medical charges are discounted, if in network.
(B) Optical and dental care is not provided.
(C) Patients must be referred by a physician.
(D) They are prepaid comprehensive health service providers.

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5. Limited benefit health insurance plans are insurance products with reduced benefits intended to:

(A) take the place of group health insurance
(B) supplement comprehensive health insurance plans
(C) reimburse the employer when an employee is on sick leave
(D) reimburse the employee for medical expenses while on vacation from employment

6. Medicaid can best be described as a program that:

(A) provides retirement benefits to those with at least 40 quarters of service
(B) is administered by the private sector of the commercial insurance industry
(C) provides financial aid to parents with dependent children
(D) provides medical benefits to those who are generally considered to be below a certain income level

7. In a contract of adhesion, any confusing language would be interpreted in the favor of which of the following parties?

(A) The attorney
(B) The insurance company
(C) The insurance regulatory authority
(D) The insured

8. The federal Health Insurance Portability and Accountability Act (HIPAA) provides privacy protection for which of the following?

(A) Personal financial information
(B) Medical information
(C) Employment records held by an employer
(D) Criminal conviction records

9. Which of the following is the purpose of the Indiana Life and Health Insurance Guaranty Association?

(A) Resolve consumer complaints against the insurance company
(B) Provide legal counsel to insurance companies
(C) Guarantee that insurers are compliant with Indiana insurance statutes
(D) Provide claims payments in the event of an insurance company insolvency

10. An insured is covered under an employer group Comprehensive Major Medical policy and a spouse's group Health policy. Which of the following policy provisions will provide coverage under the appropriate plan?

- **(A)** Coordination of Benefits
- **(B)** Elimination Period
- **(C)** Occupational Accident and Sickness provision
- **(D)** Probationary Period