NJ Life Producer Exam Questions

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

1. Which of the following is MOST likely used for underwriting purposes that includes information on an applicant's character and personal habits?

(A) Investigative consumer report.
(B) Medical Information Bureau (MIB) report.
(C) Agent report.
(D) Buyer's Guide.

2. Which rider allows the wife of the insured to be added to the primary insured's coverage?

(A) Spouse Term Rider.
(B) Family Income Rider.
(C) Decreasing Term Rider.
(D) Cost of Living Rider.

3. One area in which errors are commonly made on life insurance applications and for which the incontestable clause does NOT apply is

(A) occupation.
(B) age.
(C) education level.
(D) state of residence.

4. A reinstatement clause outlines reinstatement conditions that include

(A) a higher premium charge.
(B) payment of outstanding loans within the year.
(C) proof of insurability.
(D) a decrease in policy limits.

5. Under New Jersey law, the Policy Summary MUST be provided no later than

(A) one week before delivery of the policy.
(B) two weeks after delivery of the policy.
(C) the date the policy is delivered.
(D) the date the application is taken.

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6. To legally receive a sales commission from an insurance company an individual MUST be

(A) registered with the Securities and Exchange Commission SEC.
(B) employed by the insurance company.
(C) licensed by the state.
(D) bonded.

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7. The free look period for an annuity purchased from a local agent is AT LEAST

(A) 10 days, and not more than 30 days, from the date of policy delivery.
(B) 15 days, and not more than 45 days, from the date of policy delivery.
(C) 30 days, and not more than 45 days, from the date of policy delivery.
(D) 45 days, and not more than 80 days, from the date of policy delivery.

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8. What does the Fair Credit Reporting Act give the consumer the right to do?

(A) Question the validity and source of any credit information collected and retained by the insurer.
(B) Deny the insurer access to their credit report.
(C) Decide which credit agency the insurer can pull their information from.
(D) Request a copy of their credit report and an explanation of it from their agent.

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9. For evidence of coverage, an individual who is enrolled under a Group Life policy is given a

(A) certificate of insurance.
(B) policy summary.
(C) buyer's guide.
(D) replacement notice.

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10. If the age of an insured under a life insurance policy is misstated, which of the following is CORRECT concerning the death benefit amount?

(A) No death benefit is payable.
(B) The amount indicated in the policy will be paid to the beneficiary.
(C) The amount paid will be what the premium would have purchased at the correct age.
(D) The amount paid will be reduced by the unfunded dividend reserve.