Maryland Real Estate Salesperson Exam Study Guide

Section: Maryland Real Estate Exams • **Total Questions:** 10 • **Format:** Verified Q&A

1. The Basic Form Dwelling Policy provides

(A) Coverage on a named peril basis
(B) Liability coverage for damage caused by the insured
(C) Additional living expenses
(D) Recovery on a replacement cost basis

---

2. Funds controlled by the Maryland Property & Casualty Insurance Guaranty Corporation (PCIGC) are used to

(A) Offset investment income losses
(B) Reduce state premium taxes
(C) Pay claims of insolvent insurers
(D) Subsidize insurer surplus accounts

---

3. Under the Personal Auto Policy, glass breakage caused when a bird collides with the windshield is covered by:

(A) Specified perils coverage
(B) Collision coverage
(C) Supplementary payments coverage
(D) Other than collision coverage

---

4. Property damaged by fire is a

(A) An uninsurable loss
(B) A consequential loss
(C) A direct loss
(D) An indirect loss

---

5. Which concept states that the insured is entitled to the coverage under a policy that a sensible and prudent buyer would expect to provide?

(A) Indemnity
(B) Comity
(C) Reasonable expectations
(D) Subrogation

---

6. Under the Farm Liability Coverage Form, all of the following are covered without an endorsement EXCEPT

(A) Medical payments
(B) Personal injury liability
(C) Property damage liability
(D) Workers' compensation liability

---

7. The manual rates for workers' compensation policies are determined by each individual employer's

(A) Income benefits
(B) Business or work classifications
(C) Premiums discounts
(D) Anticipated rehabilitation requirements

---

8. Under a Commercial Crime Coverage Form of the Commercial Package Policy (CPP), all of the following are included under the definition of money EXCEPT

(A) Currency
(B) Evidence of debt
(C) Travelers checks
(D) Coins

---

9. All of the following may be found in the declarations of a liability policy EXCEPT

(A) Policy period
(B) Conditions
(C) Limits
(D) Named insured

---

10. All of the following are Causes of Loss Forms in a Commercial Property Policy EXCEPT

(A) Basic Form
(B) Broad Form
(C) Comprehensive Form
(D) Special Form
