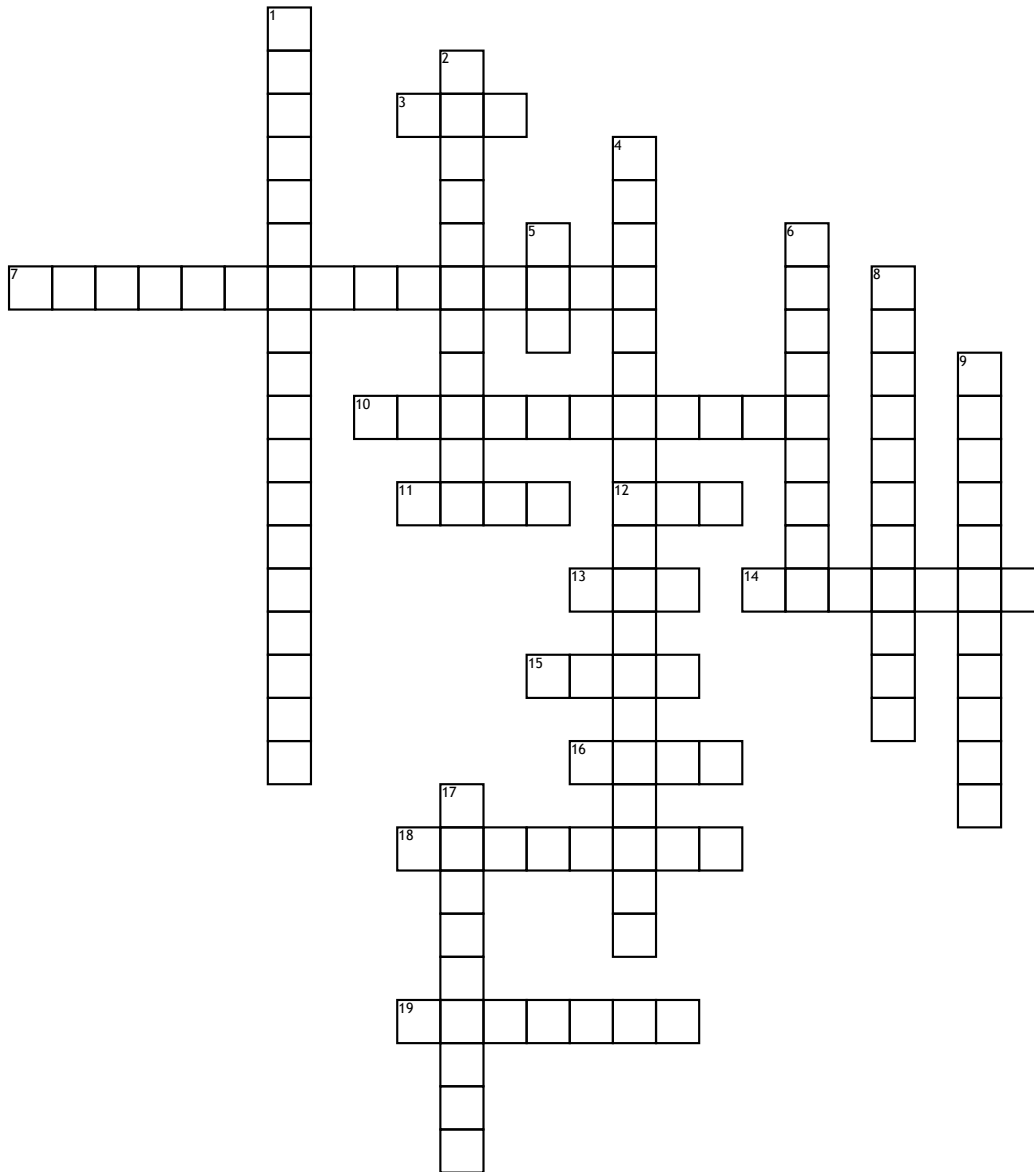


Captives 101



Across

3. Vermont Annual Report
 7. This term usually means the total sum which the assured, or any company as his insurer, or both, become obligated to pay either through adjudication or compromise,
 10. Concept of one insurance company being insured by another. There exists a primary insurer and then a secondary insurer to guarantee that a business can cover its claims in case of a crisis.
 11. Unearned Premium
 12. Third party administrator
 13. Federal Excise Tax
 14. Awarded the US Captive Domicile of the Year Three Times
 15. Unearned Premium

16. o transfer part or all of a risk to another company (reinsurer). A fee is charged for the service of accepting that risk.

18. State under where the insurer is licensed.

19. an alternative to self-insurance in which a parent group or groups create a licensed insurance company to provide coverage for itself

Down

1. An entity created under the federal Liability Risk Retention Act, and licensed in any one state to write liability insurance; is regulated as a captive insurance company; and may operate nationwide, provided it properly registers with each state in which it proposes to solicit or write insurance.

2. A form of reinsurance where the reinsurer accepts or rejects individual risks.

4. GWP

5. Letter of Credit

6. The greatest amount recoverable under a policy or reinsurance agreement from a single loss or all losses incurred during the contract period.

8. An amendment to an insurance policy that is some way modifies the original contract provisions.

9. By Vermont statute, this occurs every 3-5 years for single parents and every 3 years for RRGs

17. The incurred losses of a captive compared to the earned premiums expressed as a percentage.