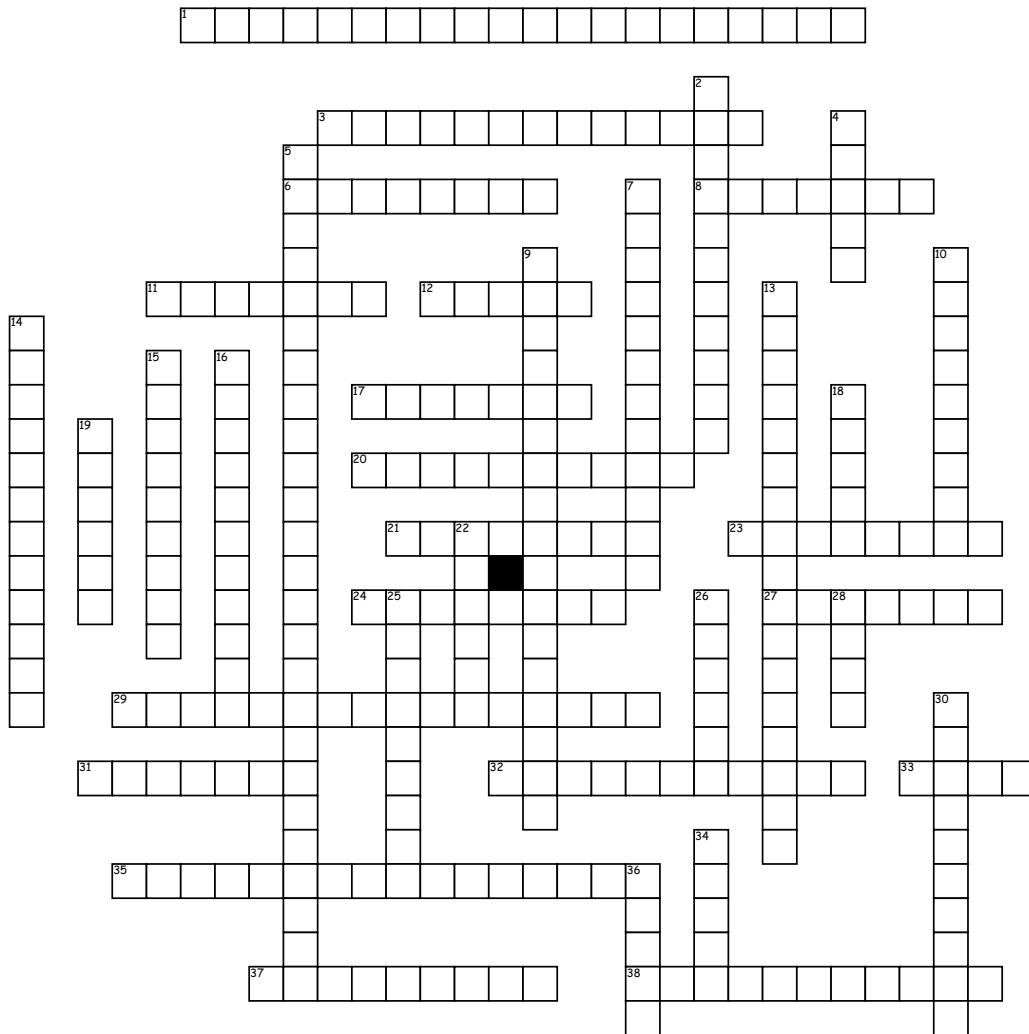


Name: _____

Date: _____

General Insurance Concepts



Across

1. solicitation, negotiations, or effectuation of a contract
3. exchange something of value (required element of insurance contract)
6. based on the agent's words and actions
8. the person covered by the insurance policy
11. a company that issues an insurance policy
12. the cause of loss
17. assumed necessary to conduct business
20. has the authority to transact business in a state (has a certificate of authority)
21. home office is located in state where conducting business
23. a legal representative of an insurance company
24. an absolutely true statement
27. written in the contract
29. Insuring of risks more prone to loss than the average risk

31. Home office is in another state
32. intentional withholding of material information
33. uncertainty or chance of a loss
35. of legal age and mentally competent
37. restoring the insured to the condition that existed before loss
38. certain conditions must be met by both parties for the contract to be executed

Down

2. the person who has the rights and privileges in the policy
4. Hazard that is a tendency toward increased risk
5. a statement that, if discovered can alter the underwriting decision
7. acts of the agents within the scope of their authority are deemed to be the acts of the insurer
9. an untrue statement on the insurance application
10. transfer of risk of loss from an individual to an insurer

13. the larger the number of people with the same exposure to loss, the more predictable the actual loss will be
14. must have insurable interest and consent
15. a person applying for insurance
16. risk that can either be a loss or gain, uninsurable
18. intentional act with the purpose of deceiving another party
19. conditions that increase the probability of a loss
22. indifference to loss
25. offer and acceptance required element of insurance contract
26. type of insurance ownership that pays dividends to the policyowners
28. type of risk that is insurable
30. only one party is legally bound to a contract
34. home office located in another country
36. type of insurance company that has stockholders

Word Bank

indemnity
competent parties
hazard
concealment
Pure
Authorized
Adverse Selection
insurance

alien
implied
misrepresentation
policyowner
foreign
domestic
law of large numbers
apparent

Morale
conditional
express
risk
mutual
insured
unilateral
consideration

laws of agency
warranty
applicant
insurance transaction
speculative
legal purpose
fraud

peril
material misrepresentation
Producer
Agreement
Moral
stock
insurer