

IC-45 - General Insurance Underwriting

Original Text in book- Chapter no. -1 Page no.13

Test Yourself 2

Which of the following is incorrect?

- A. Rates are the same as premiums.
- B. A rate is the price of a given unit of insurance.
- C. Rates vary according to the likelihood and potential size of loss.
- D. Rate making is the process of calculating a price to cover the future cost of insurance claims and expenses

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Answers to Test Yourself

Test Yourself 2

Which of the following is incorrect?

- A. Rates are **not** the same as premiums.
- B. A rate is the price of a given unit of insurance.
- C. Rates vary according to the likelihood and potential size of loss.
- D. Rate making is the process of calculating a price to cover the future cost of insurance claims and expenses