

Subunit 6.4 Assessment

1. What is insurance?
2. What is the law of large numbers?
3. How is the law of large number used to predict losses?
4. What can smaller insurers do to reduce the uncertainty in predicting losses?
5. What are the roles of Insurance Services Office (ISO)?
6. What is captive insurance?
7. Name an example of governmental risk pools.
8. Name an example of federal insuring organizations.

