

# AFE<sup>Q&As</sup>

Accredited Financial Examiner

## Pass SOFE AFE Exam with 100% Guarantee

Free Download Real Questions & Answers **PDF** and **VCE** file from:

<https://www.pass2lead.com/afe.html>

100% Passing Guarantee  
100% Money Back Assurance

Following Questions and Answers are all new published by SOFE  
Official Exam Center

- ⚙️ **Instant Download** After Purchase
- ⚙️ **100% Money Back** Guarantee
- ⚙️ **365 Days** Free Update
- ⚙️ **800,000+** Satisfied Customers



**QUESTION 1**

Supplementary contracts may be issued by an insurer upon the termination of a life insurance contract that has been terminated by death, maturity, or surrender. The policyholder, if living or the beneficiary elects the option under which the proceeds are paid. The payment options usually available are:

- A. To receive a guaranteed fixed number of payments
- B. To receive payments of a certain amount until the proceeds are exhausted.
- C. To leave the proceeds with the insurer to earn interest with payment to be made at a later date.
- D. Any one out of these

Correct Answer: D

---

**QUESTION 2**

Identification and documentation of the controls and policies which address the risk management issues for each of the Standards is the necessary step for:

- A. Operational procedure
- B. Guideline procedure
- C. Organizational policy
- D. Self-assessment process

Correct Answer: D

---

**QUESTION 3**

Quantifies the sensitivity of the option price to changes in interest rates is known as:

- A. complexity measure
- B. quantifiable measure
- C. effective duration measure
- D. change measure

Correct Answer: C

---

**QUESTION 4**

The evaluation and subsequent purchase or sale of investments is based on the judgment of the entity's investment and finance committees.

- A. True
- B. False

Correct Answer: A

---

**QUESTION 5**

When a retained asset account is established in the place of a cash settlement, an interest bearing account is created by the insurer for the beneficiary. The beneficiary receives a checkbook with which to draw upon funds in the new account.

The account holder can make:

- A. Partial or total withdrawal of the account balance as needed and has total control over the account
- B. Partial withdrawal of the account balance as needed and has total control over the account
- C. Total withdrawal of the account balance as needed and has total control over the account
- D. 25% withdrawal of the account balance as needed and has total control over the account.

Correct Answer: A

[Latest AFE Dumps](#)

[AFE VCE Dumps](#)

[AFE Practice Test](#)