



Reg. No. :

Name :

**VI Semester B.A./B.Sc./B.Com./B.B.A./B.B.A. T.T.M./B.B.M./B.C.A./B.S.W./
B.A. Afsal UI Ulama Degree (CCSS – Regular) Examination, April 2012
OPEN COURSE IN COMMERCE
6D02 COM : Insurance and Risk Management**

Time : 2 Hours

Max. Weightage : 20

PART – A

This Part consists of **two** bunches of question carrying **equal** weightage of **one**. Each bunch consists of **four** objective type question. Answer **all** questions :

I. 1) Which insurance covers theft ?

- a) Life b) Fire c) General d) Marine

2) The Life Insurance Corporation was enacted in

- a) 1956 b) 1957 c) 1967 d) 1972

3) What is Causa Proxima in insurance ?

- a) Principle b) Objective c) Mean d) End

4) When does risk covering start in LIC ?

- a) Acceptance b) Medical examination

- c) Proposal made d) Agents approval (W = 1)

II. 5) What is fundamental risk ?

- a) Affects large number of persons b) Affects specific number of persons
c) Risk in gambling d) None of the above

6) The first step in risk management process is _____

- a) Risk identification b) Risk analysis
c) Risk assessment d) Risk evaluation



- 7) The principle of _____ ensures that an insured does not profit by insuring with multiple insurers.
- | | |
|-----------------|-----------------|
| a) Subrogation | b) Contribution |
| c) Co-insurance | d) Indemnity |
- 8) Consideration of payment to the insurance company is called _____
- | | |
|---------------|------------------|
| a) Claim | b) Premium |
| c) Good faith | d) None of these |

(W=1)

PART – B

Answer **any six** questions in **one** or **two** sentences **each**. **Each** question carries a weightage of **one** :

9. Define insurance.
10. What do you mean by time policy ?
11. What is salvage ?
12. What do you know about 'contract of indemnity' ?
13. What is Blanket policy ?
14. What is risk ?
15. What is premium ?
16. What is double insurance ?
17. What do you mean by re-insurance ?
18. What is insurance policy ?

(W= 6×1=6)

PART – C

Answer **any four** questions. Answers not to exceed **one** page. **Each** carries a weightage of **four** :

19. Write notes on :
 - a) Static and dynamic risk
 - b) Pure and speculative risk.



- 20. What is risk management ?
- 21. What are the problems of risk management ?
- 22. What are the features of insurable risk ?
- 23. Explain the duties of an insurance agent.
- 24. Describe the need for insurance.
- 25. Explain the doctrine of subrogation.
- 26. Distinguish between life insurance and fire insurance. (W = 4x2=8)

PART – D

Answer **any one**. **Each** question carries a weightage of **four** :

- 27. Discuss the fundamental principles of insurance.
- 28. What are the objectives of nationalisation of LIC ?
- 29. What do you understand by fire insurance ? And what are the features of fire insurance. (W = 1x4=4)