



M 6101

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 – Reg./Supple./Improv.)

Examination, May 2014

Open Course

6 D02 COM : INSURANCE AND RISK MANAGEMENT

Time : 2 Hours

Max. Weightage : 20

PART – A

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

I. 1) The IRDA Act, 1999 seeks to open up insurance sector for private companies with a Foreign equity of

- |        |         |
|--------|---------|
| a) 51% | b) 26%  |
| c) 25% | d) 100% |

2) Which principle states that insured should be neither better-off nor worse-off after receiving the insured amount

- |                              |                             |
|------------------------------|-----------------------------|
| a) Principle of contribution | b) Principle of subrogation |
| c) Principle of indemnity    | d) None of these            |

3) Sharing of risk \_\_\_\_\_ of insurance.

- |                       |                      |
|-----------------------|----------------------|
| a) Secondary function | b) Primary function  |
| c) Other function     | d) Domestic function |

4) Risk occurring due to the change in economic policies are

- |                    |                     |
|--------------------|---------------------|
| a) Dynamic risk    | b) Pure risk        |
| c) Particular risk | d) Speculative risk |
- (W = 1)**

P.T.O.



- II. 5) Non life insurance is also called
- a) Social insurance
  - b) General insurance
  - c) Guarantee insurance
  - d) None of these
- 6) Uberrimae Fidei is concerned with
- a) Principle of utmost good faith
  - b) Principle of subrogation
  - c) Principle of indemnity
  - d) Principle of insurable interest
- 7) In \_\_\_\_\_ contracts provide risk cover only for a period upto one year.
- a) Life insurance
  - b) Non-life
  - c) Domestic
  - d) None of these
- 8) The policy holders are entitled to get a share in the profits of the insurer in
- a) Life insurance policy
  - b) With profit policy
  - c) Level premium policy
  - 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. What is convertible whole life policy ?
  - 10. What is assignment ?
  - 11. What is life insurance ?
  - 12. What is the composition of IRDA ?
  - 13. What is pure risk ?
  - 14. What is fidelity guarantee insurance ?
  - 15. What is level premium policy ?
  - 16. What is Tariff Advisory Committee ?
  - 17. What is double insurance ?
  - 18. What is reinsurance ?
- (W = 6×1=6)**



PART – C

Answer **any four** questions. Answer **not** to exceed **one** page. **Each** question carries a weight of **two**.

19. What is Insurance Advisory Committee ?
20. Distinguish between life insurance and non-life insurance contract.
21. What is surrender value ?
22. What is a proposal form ?
23. Write a note on maturity claim ?
24. What is health insurance ?
25. What is third party policy ?
26. What is fire insurance ? (W = 4x2=8)

PART – D

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

27. Explain the various Life Insurance Plans.
28. What are the various principles of insurance ?
29. What is IRDA ? Explain the composition and role of IRDA. (W = 1x4=4)