

CS/BIRM/SEM-5/BIRM-504/2011-12

2011

GENERAL INSURANCE

Time Allotted : 3 Hours

Full Marks : 70

The figures in the margin indicate full marks.

*Candidates are required to give their answers in their own words
as far as practicable.*

GROUP – A

(Multiple Choice Type Questions)

1. Choose the correct alternatives for any *ten* of the following : $10 \times 1 = 10$
 - i) In Insurance context risk means
 - a) possibility of loss or damage
 - b) loss producing event
 - c) property covered by insurance
 - d) all of these.
 - ii) Consumer Protection Act, 1986, applies to
 - a) Private sector b) Public sector
 - c) Co-operative sector d) All of these.
 - iii) An appeal against the order of the national commission can be made with a period of
 - a) 30 days b) 45 days
 - c) 60 days d) 90 days.
 - iv) Insurable interest is NOT always required at the time of taking the policy
 - a) Fire insurance
 - b) Marine hull insurance
 - c) Marine cargo insurance

d) Burglary insurance.

v) Out of 400 houses, each valued at Rs. 20,000, 4 houses get burnt every year on an average resulting losses.

What would be the annual contribution of each house owner to make good this loss ?

a) Rs. 100 b) Rs. 200

c) Rs. 80 d) Rs. 400.

vi) Which of the following is *not* the correct reason that insurer requires for material information ?

a) To decide about acceptance

b) To fix the rate of premium

c) To fix the sum insured

d) To fix terms and conditions of cover.

vii) Which of the following statements is correct ?

a) A void contract has no legal validity

b) A voidable contract remains a contract until the insurer exercises his option to avoid the contract

c) Both the statements are wrong

d) Both the statements are correct.

viii) Consent of insurer is not required for the assignment of

a) Marine hull policies

b) Marine cargo policies

c) Fire policies

d) Burglary policies.

ix) Which one of the following can be granted valued policies in Fire Insurance ?

a) Curios b) Works of art

c) Obsolete machinery d) All of these.

x) In Motor Insurance, compulsory excess applies only to

- a) Private car
- b) Commercial vehicle
- c) Motor cycle
- d) For vehicles where driver is under 21 years of age.
- xi) The purpose of Loss control is to of loss.
- a) maximize the cost b) minimize the cost
- c) zero the cost d) none of these.

GROUP – B

(Short Answer Type Questions)

Answer any *three* of the following. $3 \times 5 = 15$

2. Discuss the concept of re-insurance and state its types.
3. Mention the features of Marine cargo insurance.
4. Explain the following with an example : $2 \times \frac{1}{2}$
- i) Floater Policy
- ii) Declaration Policy.
5. What is 'loss prevention' ? Write down its different forms.
6. Write about the 'Jana Arogya Policy' and 'Janata Personal Accident Policy'.

Answer any *three* of the following. $3 \times 15 = 45$

7. What do you mean by insurance documentation ? Discuss its components in detail. $5 + 10$
8. Examine the concept of Motor vehicle insurance, and discuss its types.
9. a) What is self insurance ?
- b) State the advantages and disadvantages of self insurance.
10. What is an endorsement ? Examine the different types of alterations allowed in endorsement.

11. Write short notes on any *three* of the following : 3×5

- a) Conditions of assignment
- b) Surveyor
- c) Personal Accident Policy
- d) Group Insurance Policy
- e) No Claim Bonus.