

CS/BIRM/SEM-6/BIRM-601/2011

2011

GROUP & HEALTH 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 the following :

10 × 1 = 10

- i) Reinsurance is the name given to
 - a) an individual taking insurance for the second time
 - b) an insurer placing insurance with another insurer
 - c) both the statements are correct
 - d) both the statements are wrong.
- ii) Treaty Reinsurance Contract is based on
 - a) large number
 - b) utmost good faith
 - c) both the statements above are correct
 - d) both the statements above are wrong.
- iii) is the insurance of risk assumed by the insurer.
 - a) Coinsurance b) Subrogation
 - c) Contribution d) Reinsurance.
- iv) GIC is also known as
 - a) India Reinsurance Corporation
 - b) National Reinsurance Corporation
 - c) New India Reinsurance Company

- d) Hindustan Reinsurance Corporation.
- v) Facultative reinsurance is
- a) binding for re-insurer
 - b) optional for re-insurer
 - c) both the statements are correct
 - d) both the statements are wrong.
- vi) Treaties may be divided into two broad divisions.
- a) Pro rata
 - b) Excess loss
 - c) both the statements are correct
 - d) both the statements are wrong.
- vii) Which of the following statements is correct ?
- a) All reinsurance contracts are contract of indemnity
 - b) Few reinsurance contracts are contract of indemnity
 - c) both the statements are correct
 - d) both the statements are wrong.
- viii) Different players in the inward reinsurance are
- a) professional reinsurance companies
 - b) Lloyd's underwrite
 - c) both of these
 - d) none of these.
- ix) Different types causally reinsurance liabilities are
- a) Master Liability b) Public Liability
 - c) Product Liability d) all of these.
- x) Reinsurance treaty can be
- a) proportional b) non-proportional
 - c) both of these d) none of these.

GROUP – B

(Short Answer Type Questions)

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

2. Write down the principles of reinsurance.
3. Explain about the importance of Health Insurance.
4. State the applicability of "Insurable interest" in group scheme.
5. Define social security. How does it vary from a social insurance ?
6. Mention the major factors affecting group underwriting.

GROUP – C

(Long Answer Type Questions)

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

7. What is group gratuity ? State the different ways available to the employers for funding the gratuity liability. $5 + 10$
8. Define disability income insurance. What are the different disability benefits ? What are residual benefits ? Mr. Ramen, who is residually disabled, is receiving current income of Rs. 4,000 per month against the prior income of Rs. 12,000 per month. Assume also that the monthly indemnity is Rs. 8,000. What will be the benefit, which Mr. Ramen, can collect ? $2 + 3 + 3 + 7$
9. What is group insurance ? State the essential features of Group Insurance. Discuss about tax exemption available under Group Insurance Scheme. $3 + 6 + 6$
10. What do you mean by Third Party Administrator (TPA) ? Discuss the role of TPA in growth and success of Indian Insurance.
11. Write notes on any *two* of the following : $2 \times 7\frac{1}{2}$
 - a) Overseas Mediclaim Policy
 - b) Waiver Premium Benefit Rider
 - c) Tertiary Care Insurance

d) Catastrophe Excess Loss Treaties

e) Employee State Insurance Scheme.