

PARUL UNIVERSITY
FACULTY OF COMMERCE
B.Com.(Hons.) Winter 2017 – 18 Examination

Semester: 2

Date: 28/12/2017

Subject Code: 16100154

Time: 10:30 am to 1:00 pm

Subject Name: Insurance Theory and Practice

Total Marks: 60

Instructions:

1. All questions are compulsory.
2. Figures to the right indicate full marks.
3. Make suitable assumptions wherever necessary.
4. Start new question on new page.

Q.1 Do as directed.

A) Choose the correct option. (Each of one mark)

(06)

- _____ is a social device for eliminating or reducing the loss of society from certain risk.
A) Premium
B) Policy
C) Insurance
D) Contract
- Insurance provides security against _____.
A) Risk
B) Losses
C) Both (a) & (b)
D) None of above
- The _____ is the party who agrees to compensate the other person against possible losses.
A) Insured
B) Insurer
C) Assured
D) None
- The document which lays down the terms of the contract of the insurance is called the _____.
A) Policy
B) Subject Matter
C) Premium
D) Insurable Interest
- The things or property insured is called _____ of the insurance.
A) Subject Matter
B) Insurable interest
C) Policy
D) None of the above
- The insurer agrees to compensate the insured in consideration of a sum of money is called _____.
A) Subject Matter
B) Policy
C) Premium
D) None of the above

B) Define below Terms. (Each of one mark)

(06)

1. Non – Financial Risk
2. Insurance Underwriting
3. Premium
4. Financial Risk
5. Dynamic Risks
6. Insurance definition in financial sense

Q.2 Answer the Following. (Each of 04 marks)

(12)

1. What are the objectives of taking insurance? Elaborate in brief.
2. Write in brief about advantages & disadvantages of insurance.
3. Elaborate different Principles of Insurance in brief.

Q.3 Answer the following. (Any Three) (Each of 06 marks)

(18)

1. Match the following

Year	Details
(1) 1818	a. Nationalization of Life Insurance
(2) 1829	b. Nationalization of General Insurance
(3) 1956	c. Madras Equitable has began
(4) 1972	d. Starting of Life Insurance business in India
(5) 1993	e. IRDA Act. Passed
(6) 1999	f. Malhotra Committee formed

2. Write Note on: History of Life Insurance and General Insurance business in India.
3. What is the present insurance scenario including growth of insurance industry in India?
4. How will you elaborate various insurance documents at different stages of insurance policy?

Q.4 Write Detailed note on (Any two) (Each of 09 Marks)

(18)

1. Malhotra Committee Recommendations
2. Underwriting of Risk & Factors Affecting Underwriting
3. IRDA