

PARUL UNIVERSITY
FACULTY OF COMMERCE
B.Com.(Hons) Winter, 2019 -20 Examination

Semester: 2

Date: 12/12/2019

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) Multiple choice type questions. (Each of one mark)****(06)**

1. Who decide premium rates in insurance company
 - a) insurer
 - b) insured
 - c) Actuary
 - d) none of the above
2. Marin insurance following insurance policy.
 - a) Hull policy
 - b) cargo policy
 - c) time insurance
 - d) all of the above
3. Which document is not concenter for age proof?
 - a) Passport
 - b) Domicile certificate
 - c) Marriage certificates
 - d) Birth certificates
4. Insured person can make payment of premium
 - a) monthly
 - b) quarterly
 - c) half yearly
 - d) all of the above
5. FDI in insurance industry in India is%
 - a) 49%
 - b) 50%
 - c) 35%
 - d) 25%
6. A form of insurance was practiced by the 'ARYANS'year ago.
 - a) 2000 years
 - b) 2500 years
 - c) 3000 years
 - d) 3500 years

B) Definitions / One-liners / Terms. (Each of one mark)**(06)**

1. IRDA full form
2. hazards
3. peril
4. Underwriting
5. Risk
6. Re-insurance

Q.2 Numerical / Short Note Questions. (Each of 04 mark)**(12)**

1. Principle of Indemnity
2. Surrender value v/s paid-up value
3. Principle of insurable interest

Q.3 Answer the following. (Any Three)**(18)**

1. Discuss in detail types of risk in insurance.
2. Elaborate Function of IRDA
3. Explain in detail Which document is required at the stage of proposal of insurance?
4. What is Malhotra committee describe in detail.

Q.4 Answer the following. (Any two)**(18)**

1. Explain role and significance of insurance in economic development.
2. What are the duties of IRDA.
3. Explain insurance advantages and disadvantages.