

Seat No: _____

Enrollment No: _____

PARUL UNIVERSITY
FACULTY OF COMMERCE
B.Com (Hons) Sem II
Mid Sem Internal Examination 2018

Semester : II
Subject Code : 16100154
Subject Name : Insurance Theory and Practice

Date: 05/04/2018
Time: 8.00 to 10.00am
Total Marks: 40

Instructions:

1. Attempt all questions from each section
2. Figures to the right indicate full marks.
3. Make suitable assumptions wherever necessary.

Q.1 (A) Choose the correct options from given below. (04)

1. The _____ is the party who gets his life or property insured against risks.
a. Insured b. Insurer c. Assurer d. None
2. _____ means to make good the actual loss and nothing more than the actual loss.
a. Indemnity b. Subrogation c. Contribution d. None
3. Insurance provides security against _____.
a. Risk b. Losses c. Both (a) & (b) d. None of them
4. The Life Insurance Corporation of India (LIC) was formed in _____.
a. 1952 b. 1956 c. 1957 d. 1962

Q.1 (B) Explain the following term. (04)

1. Insurable risk
2. Claims
3. Reinsurance
4. Premium

Q.2 Answer the following (Compulsory) (4+4) (08)

1. Write a note on Underwriting of Risk in Insurance
2. What are the documents needed by a proposer at the stage of the proposal insurance policy?

Q.3 Write a detailed note (Compulsory) (4+4) (08)

1. Type of insurance
2. Important elements in computation of premium

Q.4 Explain the principles of insurance in detail. (08)

Q.5 Answer the following (Any 2 out of 3) (08)

1. What are the various conditions & privileges affecting Life Insurance Policies?
2. What are the advantages and disadvantages of insurance?
3. Explain the general characteristics of insurance
