

M.Com. (CBCS) DEGREE EXAMINATION,
NOVEMBER 2023.

First Semester

Commerce – Core

INSURANCE AND RISK MANAGEMENT

(For those who joined in July 2021-2022)

Time : Three hours

Maximum : 75 marks

PART A — (10 × 1 = 10 marks)

Answer ALL questions.

Choose the correct answer :

- When was the general insurance council formed?
(a) 1955 (b) 1956
(c) 1957 (d) 1958
- Which of the following terms is not related to the insurance sector?
(a) Indemnity (b) Coverage
(c) Misuse alert (d) Annuity
- Marine insurance is may cover loss or damage to the
(a) Ship
(b) Cargo
(c) Any other subject to marine adventure
(d) All of the above
- _____ are agents but they can sell policies of several life and non-life insurance companies at a time
(a) Surveyors (b) Loss assessors
(c) Brokers (d) Agents
- Which of the following statement is incorrect in respect of brokers?
(a) Brokers require to undergo training before being licensed
(b) Brokers are appointed by insured to take care of their interests
(c) Brokers have to pass examinations before being licensed.
(d) Brokers are allowed to negotiate with different insurers for the same insured

- Which of the following terms is dissimilar to the other four in the context of death claims in life insurance?
(a) Early claims
(b) Claimant's statement
(c) Foreclosure
(d) Deeds of assignment
- In case where a life insurance agent collects the premium from the policy holder and remits it to the insurer's office he is acting as an agent of _____
(a) The insurance company
(b) IRDA
(c) The policy holder
(d) The broker
- Which of the following types of insurance is mandatory?
(a) Motor own damage
(b) Motor third party legal liability
(c) Personal accident insurance
(d) Product liability

- _____ refers to the manner in which the risk control measure that have been implemented shall be financed.
(a) Risk financing (b) Risk retention
(c) Risk transfer (d) Risk sharing
- Risk is evaluated on the basis of _____ theory.
(a) Variability (b) Contingency
(c) Probability (d) All of the above

PART B — (5 × 5 = 25 marks)

Answer ALL questions, choosing either (a) or (b).
Each answer should not exceed 250 words.

- (a) What are the five key challenges facing the insurance industry in today's market place?
Or
(b) Discuss the role of insurance in the world economy.
- (a) What is assignment? Explain its types.
Or
(b) What is insurance? State the nature of life insurance.



13. (a) Under what circumstances third party insurance does not provide any compensation?

Or

(b) Does burglary insurance cover my household goods when I am away? Explain.

14. (a) What are the documents to be submitted by an applicant for grant of surveyor licence?

Or

(b) Write a short notes on any five public sector insurance companies.

15. (a) What are the methods used in risk retention? Explain.

Or

(b) How can you understand the customers' mindset in insurance? Explain.

PART C — (5 × 8 = 40 marks)

Answer ALL questions, choosing either (a) or (b)
Each answer should not exceed 600 words.

16. (a) Elucidate the principles of insurance.

Or

(b) Discuss the impact of liberalization on life insurance industry in the Indian context.

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17. (a) Briefly explain the factors that influencing the life insurance demand in India.

Or

(b) What are the various characteristics of insurance risk?

18. (a) Give your general opinion about the different types of general insurance and how it is used in your life?

Or

(b) What are 12 perils of fire insurance?

19. (a) What are the roles played by insurance brokers? Explain against insurance agents.

Or

(b) Discuss the duties, powers and functions of IRDA in insurance.

20. (a) What is ethical behavior? What are the standards of ethical behavior in insurance?

Or

(b) What are the factors affecting the Policy Holders satisfaction?

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