

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

Second Semester

Commerce — Core

PRINCIPLES OF INSURANCE

(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 :

1. _____ may be described as a social device to reduce or eliminate risk of loss to life and property.
(a) Investment (b) Saving
(c) Insurance (d) Loan
2. The _____ is the party who gets his life or property insured against risk.
(a) Insured (b) Insurer
(c) Assurer (d) None

3. In case of life insurance, the risk can be
(a) Can be avoided (b) Can be reduced
(c) Cannot be avoided (d) None of these
4. A policy where the policy holder makes a one-time payment of premium, is known as a _____.
(a) Money-back policy
(b) Single premium policy
(c) Half-yearly policy
(d) Annual policy
5. The insurer who grants a guarantee from the direct insurer is called as
(a) Direct insurer (b) Ceding insurer
(c) Re-insurer (d) Double insurer
6. Losses due to fire will not include _____.
(a) Earthquake (b) War
(c) Riots (d) All of these
7. Marine insurance may cover loss or damage to the _____.
(a) Ship
(b) Cargo
(c) Any other subject of marine adventure
(d) All of these

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8. _____ policy is a type of marine policy that provides coverage for losses due to unforeseen risks to cargo during a specific voyage.
(a) Voyage (b) Freight
(c) Hull (d) None of the above
9. _____ is an insurance product that provides protection against claims resulting from injuries and damage to other people or property.
(a) Liability insurance
(b) Health insurance
(c) Burglary insurance
(d) None of the above
10. Motor insurance provides financial assistance in the event of _____.
(a) Any physical damage to your vehicle
(b) Bodily harm and covers against third-party liability
(c) Both (a) and (b)
(d) None

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PART B — (5 × 5 = 25 marks)

Answer ALL questions, choosing either (a) or (b).

Each answer should not exceed 250 words.

11. (a) Brief about the significance of insurance.
Or
(b) Explain the functions of insurance.
12. (a) Elaborate surrender value in life insurance.
Or
(b) Enumerate the life insurance for the under privileged.
13. (a) Explain the progress of fire insurance business in India.
Or
(b) Discuss about the different kinds of policies in fire insurance.
14. (a) Explain the principles relating to marine insurance.
Or
(b) Enumerate the development of marine insurance.

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[P.T.O.]

15. (a) Mention the key features of personal accident insurance.

Or

(b) Describe the health policies in detail.

PART C — (5 × 8 = 40 marks)

Answer ALL questions, choosing either (a) or (b).

Each answer should not exceed 600 words.

16. (a) Who is an insurer and insured in an insurance contract Explain the various principles of insurance.

Or

(b) Enumerate the characteristics of insurance policies.

17. (a) Discuss the different types of life insurance.

Or

(b) Explain the principles of investment in insurance.

18. (a) Explain the different methods of reinsurance.

Or

(b) State and explain the procedure of settlement of fire insurance claims.

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19. (a) Demonstrate the types of policies in marine insurance.

Or

(b) Discuss the procedures and conditions involved in taking marine insurance.

20. (a) Demonstrate the role and the benefits of rural insurance.

Or

(b) Explain the prospects of agriculture insurance in India.

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