

(Following Paper ID and Roll No. to be filled in your Answer Book)

PAPER ID : 7160

Roll No.

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**M.B.A.**

(SEM. IV) THEORY EXAMINATION 2010-11

**INSURANCE AND RISK MANAGEMENT**

*Time : 3 Hours*

*Total Marks : 100*

**Note :** (i) Attempt all questions.

(ii) All questions carry equal marks.

1. Attempt any **four** parts of the following : **(4×5=20)**

- What is Insurance ? Bring out history of insurance.
- Define Life Insurance Contract and explain advantages of Life Insurance.
- What are the essentials of a valid contract ?
- Give your comments that utmost good faith hold good for both the insurer and the insured.
- Describe the role of insurance in economic development.
- Describe the principals of Life Insurance and Governance of Insurance Business.

2. Attempt any **two** parts of the following : **(2×10=20)**

- Explain following life insurance products :
  - Term Assurance Plan
  - Whole Life Assurance Plan.

- (b) What is the effect of assignment, if nomination has already been done under life insurance policy ?
- (c) Describe the structure of financial market and its functions.

3. Attempt any two parts of the following : (2×10=20)

(a) Explain the numerical rating method of underwriting. What are the salient features of female underwriting ?

(b) Match the following :

	A		B
(i)	Assignment	(a)	Pension
(ii)	Material	(b)	Transfer
(iii)	Actuary	(c)	Pure risk
(iv)	Old age	(d)	Sharing
(v)	Needs	(e)	Fact
(vi)	Term insurance	(f)	Wants
(vii)	IRDA	(g)	Regulation
(viii)	Insurance	(h)	Valuation
(ix)	Minor	(i)	MWP Act
(x)	Married Male	(j)	Appointee

(c) What are the key elements of preparing insurance documents ? Explain with the help of example.

4. Attempt any **two** parts of the following : (2×10=20)

(a) What are the requirements for settling Death Claim under early and non-early claim ?

(b) Calculate death claim proceeds under endowment policy with the following details :

Sum Assured	Rs. 1,00,000
Plan and Term	Endowment Insurance Policy (25 Yrs)
Death of commencement	01/03/1995
Mode of premium payment	Yearly
Last yearly premium paid	01/03/2003
Date of death	25/02/2004
Vested Bonus	Rs. 54,000

(c) Bring out the important distinction between ombudsman and consumers' Forum.

5. Write short notes on any **two** of the following : (2×10=20)

(a) Consumer Protection Act 1986

(b) Married Women's Property Act 1874

(c) Tax benefits under Life Insurance Policies.