

This question paper contains 3 printed pages]

EN—119—2017

FACULTY OF COMMERCE

B.Com. (First Year) (Second Semester) EXAMINATION

NOVEMBER/DECEMBER, 2017

BANKING AND INSURANCE

Paper IV

(Fundamental of Insurance)

(Wednesday, 15-11-2017)

Time : 10.00 a.m. to 12.00 noon

Time—Two Hours

Maximum Marks—40

- N.B. :—*
- (i) All questions are compulsory.
 - (ii) All questions carry equal marks.
 - (iii) First question will carry negative marking.

MCQ

1. Answer the following questions :

(i) GIC was incorporated in the year :

- (a) 1971
- (b) 1972
- (c) 1973
- (d) 1974

(ii) Insurance Regulatory and Development Authority has the power to frame the regulation under of the Insurance Act, 1938.

- (a) Section 112A
- (b) Section 114A
- (c) Section 115
- (d) Section 112B

(iii) Motor Vehicle Insurance has its beginning in

- (a) The USA
- (b) Canada
- (c) Japan
- (d) The UK

P.T.O.

- (iv) is source of recruitment of an agent.
- Public Employment Agencies
 - Life Insurance Agency Carrer
 - On Campus Recruitment
 - All of the above
- (v) Risk insured against death is a contract of
- Assurance
 - Agreement
 - Indemnity
 - All of these
- (vi) Martine Perils is called as
- Perils of the sea
 - Market Hazards
 - Morale Hazards
 - None of these
- (vii) Assignment of the life policy means
- Value payable on Assurd's death or maturity
 - Policyholder in entitled to the paid up value
 - Transfer rights to the assignee
 - Paid up value is always higher than surrender value
- (viii) Committee of Reforms in insurance sectors during 1993 headed by
- R.N. Malhotra
 - S. Narashimhan
 - Manmohan Singh
 - P. Chidambaram
- (ix) The danger of loss from the unforeseen circumstances in future refers to
- Perils
 - Hazard
 - Risk
 - Damage
- (x) Unemployment, war, earthquake etc. are the example of
- Pure risk
 - Particular risk
 - Personal risk
 - Fundamental risk

Theory

2. What are the sources of recruitment of agent ? Explain the role of agent.
3. What is the difference between life insurance and general insurance ?

Or

Give details about scope of general insurance in India.

4. Write short notes on any *two* :

- (a) Engineering Insurance
- (b) Whole Life Insurance
- (c) Field Officer
- (d) Fire Insurance.