

B.Com. DEGREE (C.B.C.S.S.) EXAMINATION, MAY 2014**Second Semester****Core Course V—PRINCIPLES OF INSURANCE**

(Common for Model I, Model II and UGC Sponsored B.Com. Degree Programmes)

[2013 Admissions]

Time : Three Hours

Maximum : 80 Marks

Answers may be written either in English or in Malayalam.

Part A (Short Answer Questions)

Answer all questions.

Each question carries 1 mark.

1. What is hazard and what are its types ?
2. What do you mean by Causa Proxima ?
3. What is double insurance ?
4. Give a brief note on Pension schemes.
5. What is Unit Linked Insurance Plan ?
6. What is reversionary bonus ?
7. What is average clause ?
8. What do you mean by risk transfer ?
9. Who is an actuary ?
10. What do you mean by re-insurance ?

(10 × 1 = 10)

Part B (Brief Answer Questions)

Answer any eight questions.

Each question carries 2 marks.

11. "Insurance is a contract of indemnity." Do you agree ?
12. What is Insurable Interest ?
13. Distinguish between Insurance and Gambling.
14. What is Peril ?
15. What is an endowment policy ?
16. What is surrender value ?

Turn over

17. What is an annuity scheme ?
18. Write a short note on Fidelity Insurance.
19. What do you mean by Social Insurance ?
20. What do you mean by Risk retention ?
21. What is solvency margin ?
22. What is Hull Insurance ?

(8 × 2 = 16)

Part C (Descriptive/Short Essay Type Questions)

*Answer any six questions.
Each question carries 4 marks.*

23. Give an outline of the history of life insurance.
24. Explain the features which distinguish Life Insurance from other types of insurance.
25. Distinguish between term insurance policy and whole life policy.
26. What is marine insurance ? Classify the different types of marine insurance.
27. What are the functions of Insurance ?
28. What do you mean by profit for Life Insurance Company ? Explain, how it is estimated and distributed.
29. What are the objects of valuation in Life Insurance ? Explain the basis of valuation.
30. "A contract of insurance is not a wagering contract." Do you agree ?
31. Define the terms "Contribution" and "Average Clause" under Fire Insurance.

(6 × 4 = 24)

Part D (Long Essay)

*Answer any two questions.
Each question carries 15 marks.*

32. What are the provisions relating to investments and deposits of insurance companies ?
33. Explain fundamental principles of life insurance contract.
34. Discuss the different kinds of life insurance policies.
35. How loss is determined under fire insurance ?

(2 × 15 = 30)