

(6 pages)

Reg. No. : .....

Code No. : 5466

Sub. Code : KBAE 31/  
PBAE 35

MASTER OF BUSINESS ADMINISTRATION (CBCS)  
DEGREE EXAMINATION, NOVEMBER 2019.

Third Semester

| Business Administration

Elective – INSURANCE MANAGEMENT

(For those who joined in July 2016 and afterwards)

Time : Three hours

Maximum : 75 marks

PART A — (10 × 1 = 10 marks)

Answer ALL questions.

Choose the correct answer :

1. Insurers

- (a) provide insurance policies
- (b) enter legally binding contracts
- (c) have premium as consideration
- (d) all of the above

2. Sources of income for insurers include

- (a) investment income
- (b) premium
- (c) both (a) and (b)
- (d) settlement of claims

3. Life insurance contract

- (a) requires no proposal
- (b) need offer and acceptance
- (c) is a contract of indemnity
- (d) is a contract of sale of goods

4. Insurable interest in fire insurance

- (a) must be capable of valuation
- (b) is nil
- (c) is undesirable
- (d) cannot be valued

5. Non-life insurance includes

- (a) fire insurance
- (b) marine insurance
- (c) both (a) and (b)
- (d) insurable interest

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6. Marine perils include
- (a) collision of ship with rock
  - (b) ship attacked by enemies
  - (c) capture by pirates
  - (d) all of the above
7. Insurance survey is related is
- (a) fire insurance
  - (b) life insurance
  - (c) training of workers
  - (d) sale promotion
8. The surveyor needs to observe
- (a) the behaviour of customers
  - (b) code of conduct
  - (c) market trends
  - (d) conduct of the manager
9. Capital formations is facilitated by
- (a) subject matter
  - (b) insurance services
  - (c) density
  - (d) hardware

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10. Lapse implies
- (a) termination of a policy
  - (b) malpractice
  - (c) merit rating
  - (d) material fact

PART B — (5 × 5 = 25 marks)

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

Each answer should not exceed 250 words.

11. (a) Describe the significance of insurance.
- Or
- (b) Discuss the functions of authorizing under the IRDA.
12. (a) Why do people go for life insurance?
- Or
- (b) Explain the nature of fire insurance.
13. (a) Bring out claim settlement in motor insurance.
- Or
- (b) Why is credit insurance considered important?

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14. (a) How are surveyors appointed?

Or

- (b) Examine the need for conducting insurance survey.
15. (a) Write a short note on General Insurance corporation of India.

Or

- (b) Explain the role of private sector in insurance services in India.

PART C — (5 × 8 = 40 marks)

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

Each answer should not exceed 600 words.

16. (a) Explain the need and importance of risk management.

Or

- (b) Examine the nature of insurance.
17. (a) Describe various principles governing life insurance.

Or

- (b) Explain various types of fire policy.

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18. (a) Discuss the kinds of coverage under accident insurance.

Or

- (b) What are the types of marine insurance policy? Explain.
19. (a) List out the functions of surveyor.

Or

- (b) Enumerate the documents required for non-life insurance policy.
20. (a) Explain the functioning of LIC.

Or

- (b) Discuss the role of claims Tribunal in settlement of claims.
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