(6 pages) **Reg. No. :** ....

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B.Com. (CBCS) DEGREE EXAMINATION, APRIL 2024

Second Semester

Commerce/Professional Accounting/Banking and Finance

Elective – INSURANCE AND RISK MANAGEMENT

(For those who joined in July 2023 onwards)

Time : Three hours Maximum : 75 marks

PART A — (10 × 1 = 10 marks)

Answer ALL questions.

Choose the correct answer :

1. The concept of insurance is ————

   (a) To make money out of death

   (b) To earn interest

   (c) To earn a status

   (d) To share losses by many

2. Who are the beneficiaries of insurance ————

   (a) Society (b) Individual

   (c) Business (d) All of these

3. What insurance covers risk of death ————

   (a) Marine (b) Fire

   (c) Life (d) Miscellaneous

4. Insurance taken on the same subject matter with more than one insurer is termed as ————

   (a) Reinsurance (b) Double insurance

   (c) Under insurance (d) None of these

5. What is the fire step concerning loss by fire taken by insurance company ————

   (a) Evidence (b) Inspection

   (c) Ascertainment (d) Nature

6. Which insurance covers risk in sea voyage ————

   (a) Life (b) Marine

   (c) Fire (d) Miscellaneous

7. Risk of premature death is a

(a) Personal risk (b) Financial risk

(c) Property risk (d) Liability risk

8. The first step in risk management process is ______

(a) Risk identification

(b) Setting objectives of risk management

(c) Risk evaluation

(d) Risk transfer

9. In India, the Insurance Act was enacted in ______

(a) 1947 (b) 1956

(c) 1857 (d) 1938

10. Expansion of IRDA ______

(a) Insurance Regulatory Development Authority

(b) Insurance Regulatory Development Act

(c) Indian Regulatory Development Authority

(d) Indian Regulatory Development Act

PART B — (5 × 5 = 25 marks)

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

Each answer should not exceed 250 words.

11. (a) Give the meaning insurance.

Or

(b) What do you mean by hedging?

12. (a) Write a short note on group insurance.

Or

(b) State about the term re-insurance.

13. (a) Write a note on liability insurance.

Or

(b) When claim settlement is made in case of general insurance?

14. (a) What is risk management?

Or

(b) Point out the ways of reducing risk.

15. (a) Brief about the duties of IRDA (insurance regulatory and development authority).

Or

(b) Why and When the IRDA Act was enacted?

PART C — ($5 \times 8 = 40$ marks)

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

Each answer should not exceed 600 words.

16. (a) Discuss the characteristics of insurance.

Or

(b) Explain about the various types of insurance intermediaries.

17. (a) Describe the features of life insurance

Or

(b) Elucidate the differences between traditional and unit linked policies.

18. (a) Enumerate the fundamental principles of general insurance.

Or

(b) Explain the any policies come under miscellaneous insurance.

19. (a) Mention the objectives of risk management.

Or

(b) Explain the methods of financing for risk management.

20. (a) Enumerate the functions of IRDA.

Or

(b) Discuss the powers of IRDA.

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