

VVM's Shree Damodar College of Commerce & Economics, Margao, Goa
SY BBA(FS), Semester III, Semester End Assessment, November 2022
Course: BFS SEC 1: Principles & Practices of Insurance

Duration: 02 Hours

Marks: 60

Instructions:

- 1) Start each question on fresh page.
- 2) Figures to the right indicate maximum marks.
- 3) Q1 is compulsory
- 4) Answer any FOUR from Q 2 to Q.6

Q1. Answer ANY FIVE of the following:

(5x4= 20)

- a. Explain the ANY FOUR features of insurance.
- b. Whole life insurance is classified into sub types. Elucidate.
- c. Risk management is the process of identifying, assessing and controlling threats to an organization's capital and earnings. Discuss the process of Risk Management.
- d. Insurance policies are divided into various types depending on the subject matter. Explain the concept of Mediclaim policy and its types.
- e. Broker is a person who ^{represents a client} buys and sells shares in a stock market for other people. Discuss the types of brokers
- f. Life Insurance can be defined as a contract between an insurance policy holder and an insurance company, where the insurer promises to pay a sum of money in exchange for a premium, upon the death of an insured person or after a set period. Highlight the matters to be stated in a Life Insurance Policy

Q2. There are many alternatives to diffuse the risk but the most important and the best alternative is Insurance. Considering the above Mr. Shyam purchased a life insurance policy with a cover of Rs. 1 crore. Discuss the significance of insurance to Mr. Shyam. (10 Marks)

Q3. Risk is a condition whereby there is a possibility of loss occurring. Risk can be further classified into various types. Elucidate with relevant examples. (10 Marks)

Q4. If a product manufacturer sells products that have been faulty or causes damage to other's products, then he/she may be sued for the damages caused. Procuring a liability insurance will cover the manufacturer from ensuing legal costs. Elaborate on liability insurance and discuss its types. (10 Marks)

Q5. Life insurance has always been considered an essential financial tool due to the several life insurance products available in the market as per the client's requirements. In light of the above statement discuss the types of endowment policy, children's policies and annuity.

(10 Marks)

Q6. Insurance Regulatory and Development Authority of India is the apex body that supervises and regulates the insurance sector in India. Elaborate the duties, power and function of IRDA.

(10 Marks)
