

**Avinashilingam Institute for Home Science and Higher Education for Women  
[Deemed to be University] Coimbatore-641 043**

**Bachelor's Degree Examination – November 2018**

**III Semester**

**Class : II UG  
Major : B.Com (Professional Accounting)**

**Time: 3 hours  
Max. Marks: 100**

**17BCPC08 Insurance Law and Practice**

**Part-A**

**10 x 1=10**

**Choose the correct answer**

1. Which of the following is not covered under the 'contract of Indemnity'?  
a. Fire insurance      b. Theft insurance      c. Life insurance      d. Marine insurance
2. The fee charged by the insurer on account of providing services is called.....  
a. Assured      b. Insurance      c. Policy      d. Premium
3. In life insurance contract the insurer must have insurable interest at the time of \_\_\_\_\_.  
a. Agreement      b. Contract      c. Indemnity      d. Loss
4. The amount that the policy holder will get from the life insurance company if he decides to exit the policy before maturity.  
a. Premium      b. Policy money      c. Surrender value      d. Insurable value
5. This is the value at which the damaged property can be replaced by new property.  
a. Premium      b. Reinstatement value      c. Surrender value      d. None of these
6. It means the right of one person to stand in the place of another and to avail himself of the latter's rights and remedies.  
a. Indemnity      b. Warranty      c. Subrogation      d. Policy
7. This insurance mainly caters to the torso and hull of the vessel along with all the articles and pieces of furniture on the ship  
a. Fire insurance      b. Cargo insurance      c. Hull insurance      d. General Insurance
8. A policy which is valid for a particular voyage called  
a. Time policy      b. Voyage policy      c. Mixed policy      d. None of these
9. If you have not made any claim on your motor insurance for the past year, then you are eligible for a \_\_\_\_\_.  
a. Bonus      b. No claim bonus      c. Insurable value      d. Premium
10. This policy protects the business from financial losses in the event of a breach of trust by an employee  
a. Fidelity insurance      b. Employee insurance      c. Insurance      d. None of these

**Part B**

**5 X 6=30**

**Answer the following**  
**Answer should not exceed 400 words or two pages**

- 11.a. Explain the various principles of insurance.  
(or)
- 11.b. What are the various functions of insurance?
- 12.a. What are the various forms of payment of Surrender Values?  
(or)
- 12.b. What are the advantages of Life insurance?
- 13.a. What do you understand by the Fire insurance?  
(or)
- 13.b. Explain the Scope of Fire insurance.
- 14.a. Explain the important of warranties in Marine insurance?  
(or)
- 14.b. State the importance of Hull insurance.
- 15.a. What is third party insurance?  
(or)
- 15.b. Write a note on Property insurance

**Part C**

**5 x 12=60**

**Answer the following**  
**Answer should not exceed 800 words or four pages**

- 16.a. Describe the main kinds of insurance and examine briefly the nature of risks protected by each kind of insurance.  
(or)
- 16.b. Discuss the role and importance of insurance.
- 17.a. Describe the different types of endowment and term policies.  
(or)
- 17.b. Outline the characteristics of Life insurance.
- 18.a. Discuss the various principles of Fire insurance  
(or)
- 18.b. Describe the important conditions of Fire insurance policies.
- 19.a. Narrate the procedure involved in taking Marine insurance policy.  
(or)
- 19.b. Discuss the various kinds of marine insurance policy.
- 20.a. Elucidate the features and importance of Motor insurance.  
(or)
- 20.b. Discuss the suitable insurance policy to protect your home from theft loss.