

M.B.A. DEGREE EXAMINATIONS: DECEMBER 2008

Fifth Trimester

P07BA513 INSURANCE AND RISK MANAGEMENT

Time : Three Hours

Maximum Marks: 100

Answers ALL Questions:-

Part A (1 X 20 = 20 Marks)

1. A motorist was involved in a minor accident. A shop gave her a repair estimate Rs. 2000, when the shop owner heard that the loss would be paid by insurance, however the estimate was increased to Rs. 5000. In explanation, the shop owner stated that the higher estimate involved the replacement of a bumper, rather than its repair. Should the extra cost be allowed by the insurer? If so, any one the loser in this case other than the insurer? Discuss.

Part B (10 X 2 = 20 Marks)

2. Define the concept of insurance.
3. Distinguish between insurance contracts and wagering contracts.
4. What is meant by liability insurance?
5. Define health insurance.
6. What are the risks covered under motor insurance?
7. Define the term warranty in connection with marine insurance contract.
8. What is meant by underwriting?
9. Distinguish between nomination and assignment.
10. What is meant by proposal forms?
11. What is Alteration fee?

PART C (4 x 15 = 60 Marks)

12. a. Explain the salient features of any three basic health insurance policies

(OR)

12. b. Elaborate on the procedure for effecting motor insurance.

13. a. Describe the different kinds of marine insurance policies

(OR)

13. b. Explain the essential features of various types of motor vehicle insurance policies.

14. a. Describe the important methods of rate determination in underwriting

(OR)

14. b. Explain the requirements for settlement of death claims

15. a. Explain the various insurance documents in detail.

(OR)

15. b. Explain the procedure involved in servicing of insurance policies.
