

STELLA MARIS COLLEGE (AUTONOMOUS) CHENNAI-86
(For candidates admitted during the academic year 2019 – 2020 and thereafter)
SUBJECT CODE: 19VB/VM/LI56

B.Voc. DEGREE EXAMINATION, NOVEMBER 2022
BANKING, FINANCIAL SERVICES AND INSURANCE
FIFTH SEMESTER

COURSE : MAJOR CORE
PAPER : PRACTICES OF LIFE INSURANCE
TIME : 3 HOURS

MAX.MARKS : 100

SECTION – A

ANSWER ALL QUESTIONS

(10X2=20)

1. Define Insurance.
2. State any four advantages of Life Insurance.
3. What is Unit linked insurance plan?
4. Give the meaning of the term 'Life time Annuity'?
5. Write a note on Surrender Value.
6. Explain the term 'Rider'.
7. What is an Ex Gratia Claim?
8. When the maturity claim is payable under Life Insurance?
9. List out the E-services available under Insurance.
10. What is meant by policy status?

SECTION – B

ANSWER ANY FIVE QUESTIONS

(5X4=20)

11. Briefly explain the challenges faced by life insurance organizations in India.
12. Distinguish between an Endowments policy and a whole life policy.
13. Write a note on 'Mortgage Insurance'.
14. Describe the features of ULIPs.
15. What is foreclosure and explain the features.
16. Explain the procedure involved in the registration of E-services under insurance.
17. Write in detail the types of Annuities.

SECTION – C

ANSWER ANY TWO QUESTIONS

(2X15=30)

18. What is Life Insurance? Explain the principles of life insurance.
19. Describe in detail the Life insurance claim procedure by the Insurer and by the Nominee.
20. What are debt funds? Explain the types and benefits of Debt funds.

PRACTICAL COMPONENT

30 Marks

Ms.Jacqueline is a 35 year old, Unmarried, qualified fashion designer who is a subcontractor to various textile Industries. She is earning Rs.1,70,000 gross but pays 50,000 in expenses, most which are fixed expenses which is for a leased car and leased equipment for her business. Ms.Jacqueline rents an apartment and spends the rest of her earnings 1,20,000 on living and entertainment expenses. Jack has little in the way of savings. When she was 27years old , she

took life insurance for Rs.20 lakhs with XYZ Insurance company and appointed her Elder sister Ms.Sophy as the Nominee for the Life Insurance. She paid her premium regularly for 9 years. Unfortunately one day, Ms.Jacqueline met with a car accident and passed away. After few months Ms.Sophy initiated the process in order to recover the Insurance amount from the Insurance company.

Answer the following questions.

- a) What is meant by the term 'Insurer' and 'Insured'?
- b) What is Premium? List out the factors determining life insurance premium.
- c) In the above mentioned case study, who is eligible to recover the sum assured from the insurance company and explain the term 'Nominee'.
- d) What are the documents to be produced by the Nominee in this case study to proceed for claim settlement with the insurance company?
- e) Explain the procedure involved in the computation of life Insurance premium.
