

STELLA MARIS COLLEGE (AUTONOMOUS) CHENNAI-86
(For candidates admitted during the academic year 2019 – 2020 and thereafter)

B.Voc. DEGREE EXAMINATION, NOVEMBER 2024
BANKING, FINANCIAL SERVICES AND INSURANCE
FIFTH SEMESTER

COURSE : MAJOR CORE
PAPER : PRINCIPLES OF INSURANCE
SUBJECT CODE : 19VB/VM/PI56
TIME : 3 HOURS

MAX.MARKS : 100

SECTION – A

ANSWER ALL QUESTIONS:

(10 x 2 = 20)

1. Define Premium.
2. What is meant by Policy Tenure?
3. Write a note on Riders.
4. What is Free-look Period?
5. What is Exclusions?
6. Write a note on Laptop Insurance coverage.
7. Who is Claimant?
8. Brief on the term insurance specialist.
9. List any four private players in Life insurance.
10. Mention the period for life and non-life insurance contracts.

SECTION – B

ANSWER ANY FIVE QUESTIONS:

(5 x 4 = 20)

11. Define the following terminologies:
A)Reinsurance B)Coinsurance C)Floaters D)Salvage
12. Explain the types of Insurance with time period and relevant examples.
13. Write about the Various Constituents of Insurance Market.
14. State the principles of insurance.
15. Write a note on following terms: No Claim Bonus, Lapse, Revival, Social Insurance.
16. Differentiate between Life and General Insurance with relevant examples.
17. Summarise the Role and importance of Insurance to Individual.

SECTION – C

ANSWER ANY TWO QUESTIONS

(2 x 15 = 30)

18. Write a detailed note on Structure and functional areas of Insurance in India.
19. Discuss the Operations of Intermediaries in Insurance.
20. Insurance is not to prevent risk, but to indemnify the losses arising from a certain Risk.
Explain the essential elements of indemnity.

21. Case Study (Compulsory)**(30 Marks)**

Manisha is owning a general store. The store was insured against natural disaster like flood, earthquake and fire from Hindustan General Insurance Company for the amount of Rs 50 lacs. Heavy rain in the city caused massive flood. This left the store without any security. The Store was looted by people which was caught on CCTV. She claimed from the insurance company the amount of damage of 13 lacs for the material and furniture spoiled from flood and also Rs 5 lacs for the loss of material by theft, she also claimed another Rs 25 lacs for now converting the store into fully AC and additional floor for more storage space.

Insurance company after assessing the damage of the property and stock due to flood and seeing the CCTV footage accepted the claim of Rs 13 lacs. Manisha argued that as she has been paying premium for Rs 50 lacs she should be paid the full claim of Rs 43 lacs.

1. What is the fundamental principle of insurance? **(10 marks)**
2. Identify the value which motivates Manisha to take an insurance. **(10 marks)**
3. Identify and explain the principles of insurance involved by insurance company by accepting the claim amount. **(10 marks)**
