



Name:

Enrolment No:

UNIVERSITY OF PETROLEUM AND ENERGY STUDIES
End Semester Examination, Dec 2023

Course: INT. B.COM – MBA

Program: Principles and Practices of Banking and Insurance

Course Code: FINC3055

Semester: V

Time: 03 hrs.

Max. Marks: 100

Instructions:

SECTION A
10Qx2M=20Marks

S. No.		Marks	CO
Q 1	MCQ		
I.	In context of insurance, 'risk retention' indicates a situation where a) Possibility of loss or damage is not there b) Loss producing event has no value c) Property is covered by insurance d) One decides to bear the risk and its effects	2	CO1
II.	The need for investment advice from an insurance agent normally results from what overriding key factor? a) Absence of any long-term goals b) Inability to priorities future financial needs c) Lack of market knowledge d) Shortage of available funds	2	CO1
III.	Which regulation deals with claim procedure? a) IRDA (Licensing of Agents) Regulations, 2000 b) Insurance Act, 1938 c) IRDA (Protection of Policyholders' Interests) Regulations, 2002 d) Government of India directives	2	CO1
IV.	Which of the following will be the most appropriate option for an aggrieved customer to lodge an insurance policy related complaint? a) Police b)Supreme Court c) Insurance Ombudsman d) District Court	2	CO1
V.	When was Life Insurance sector nationalized? a) 1947 b) 1951 c) 1956 d) 1959	2	CO1

VI.	Which of the following statements is correct with regard to the territorial jurisdiction of the Insurance Ombudsman? a) Insurance Ombudsman has national jurisdiction b) Insurance Ombudsman has state jurisdiction c) Insurance Ombudsman has direct jurisdiction d) Insurance Ombudsman operates only within the specified territorial limits	2	CO1
VII.	What is the primary purpose of insurance? A) Profit generation B) Risk mitigation. C) Wealth accumulation D) Tax reduction	2	CO1
VIII.	Which principle of insurance suggests that the insured should not profit from a loss? A) Principle of Utmost Good Faith B) Principle of Indemnity. C) Principle of Subrogation D) Principle of Insurable Interest	2	CO1
IX.	What is a policyholder's financial stake in the insured event called? A) Premium B) Coverage limit C) Insurable interest. D) Deductible	2	CO1
X.	Which type of insurance policy provides coverage for a specified period and does not accumulate cash value? A) Term life insurance. B) Whole life insurance C) Universal life insurance D) Variable life insurance	2	CO1
SECTION B 4Qx5M= 20 Marks			
Q2	What is Principal of Indemnity	5	CO2
Q3	Give two points on which agency can be terminated by the customer (client)	5	CO2
Q4	What are the different characteristics of insurance?	5	CO2
Q5	What are the different classification of insurance policy?	5	CO2
SECTION-C 3Qx10M=30 Marks			
Q6	Define risk? Elaborate the different classification of risk with example.	10	CO3

Q7	Briefly explain the various code of conduct for insurer.	10	CO3
Q8	Explain the various regulations set by IRDAI for any two insurance intermediaries.	10	CO3
SECTION-D			
2Qx15M= 30 Marks			
Q9	Explain the importance of insurance towards: a) Individual and b) Economy	15	CO4
Q10	What do you mean by principles of insurance? Explain the various types of principles of insurance.	15	CO4