(6 pages) Reg. No. : ....

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B.Com. (CBCS) DEGREE EXAMINATION, APRIL 2025.

Second Semester

Commerce / Professional Accounting / Banking and Finance

Elective — INSURANCE AND RISK MANAGEMENT

(For those who joined in July 2023 onwards)

Time : Three hours Maximum : 75 marks

PART A — (10 × 1 = 10 marks)

Answer ALL questions.

Choose the correct answer :

1. In insurance, the consideration is collected in the form of ————.
   (a) Rent (b) Dividend
   (c) Premium (d) None of these

2. Life Insurance Corporation Act was enacted in the year ————.
   (a) 1956 (b) 1930
   (c) 1857 (d) 1872

3. Insurance of insurers is called ————.
   (a) Double insurance (b) Under insurance
   (c) Reinsurance (d) Over insurance

4. Annuity plans offer ————.
   (a) Regular assured return
   (b) Liquidity
   (c) Capital appreciation
   (d) Profitability

5. Fire insurance is usually issued for ————.
   (a) Two years (b) Three years
   (c) Four years (d) A year

6. ———— insurance is the oldest form of insurance.
   (a) Life (b) Marine
   (c) Fire (d) Miscellaneous

7. Risk is uncertainty of ————.

(a) Loss (b) Profit

(c) Income (d) Expenses

8. Following is/are the risk management methods ————.

(a) Derivatives (b) Hedging

(c) Insurance (d) All the above

9. IRDA Act 1999 came into force with effect from ————.

(a) April 2000 (b) May 2000

(c) April 2001 (d) May 2001

10. Expansion of IRDA ————.

(a) Insurance Regulatory Development Authority

(b) Insurance Regulatory Development Act

(c) Indian Regulatory Development Authority

(d) Indian Regulatory Development Act

PART B — (5 × 5 = 25 marks)

Answer ALL questions by choosing (a) or (b).
Each answer should not exceed 250 words.

11. (a) Give the definition of insurance.

Or

(b) Who are all called as insurance intermediaries?

12. (a) Write a short note on life insurance.

Or

(b) Brief about double insurance.

13. (a) Write a note on fire insurance.

Or

(b) What do you mean by liability insurance?

14. (a) How a risk can be transferred through insurance?

Or

(b) State about risk identification.

15. (a) Brief about the objectives of IRDA (Insurance Regulatory Development Authority).

Or

(b) How IRDA is important for insurance market?

PART C — (5 × 8 = 40 marks)

Answer ALL questions by choosing (a) or (b).

Each answer should not exceed 600 words.

16. (a) Discuss the role of insurance in economic development.

Or

(b) Explain the various types of insurance.

17. (a) Describe the fundamental principles of life insurance.

Or

(b) Elucidate the schemes of life insurance policies.

18. (a) Enumerate the various features of fire insurance.

Or

(b) Explain about the history of Marine insurance.

19. (a) Delineate the process of risk management.

Or

(b) Explain the methods of managing personal risk.

20. (a) Enumerate the operations of IRDA.

Or

(b) Discuss the prudential norms and provisions of related acts of IRDA.
