

PGDM (Insurance Business) 2013-15

Sub.: Insurance Laws

(Code-INS-102)

Trimester I, End-Term Examination, September, 2013

Time: 2½ hrs.

Maximum Marks: 50

Instruction: Students are required to write roll number on every page of the question paper. Writing anything except the roll number will be treated as Unfair Means. In case of rough work to be done, students may use answer sheet.

Roll No.

Sections	No. of Questions to attempt	Marks	Marks
A	3 out of 5 (Short Questions)	5 Marks each	3*5 = 15
B	2 out of 3 (Long Questions)	10 Marks each	2*10 = 20
C	Compulsory Case Study	15 Marks	15
		Total Marks	50

Section-A

[Note: Answer 3 out of the 5 Questions below. Each Question carries 5 marks and word limit per question is 200. [15]

- A1. Describe the composition, powers and jurisdictions of judiciary in India.
- A2. Do you find insurance to be a valid contract? Is it different from a wager?
- A3. What is assignment and how does it differ from nomination?
- A4. Discuss the composition, functions and powers of the National Consumer Disputes Redressal Commission.
- A5. Differentiate between the functions of Direct Broker and Re-insurance Broker. What is Segregation of Insurance Money?

Section-B

[Note: Answer 2 out of the 3 Questions below. Each Question carries 10 marks and word limit per question is 500. [20]

- B1. a) Can a life insurance policy be challenged or cancelled at any stage on ground of incorrect information in the proposal form?
b) Describe the corporate structure and capital requirements of a TPA.

P.T.O.

- B2. Discuss in detail the licensing requirements, procedure, functions and conduct required of an insurance agent.
- B3. Describe the qualifications, powers and functions of Insurance Ombudsman. What is the procedure of his issuance of recommendations and awards?

Section-C

Case Study Compulsory

Marks: 15

A. Ashutosh, your brilliant schoolmate chose to pursue technical studies after school and graduated in Automobile Engineering. He comes to know that you have successfully completed your professional studies and are working in a good managerial position in the insurance industry. He writes to you seeking your guidance in respect of a professional career for himself. He says he would not aspire to be employed but rather be a free lancer with work that involves a lot of field activity and making use of his technical skills. He does not want to restrict his progress and earnings. Can you guide him towards a career in relation to insurance industry? Give him elaborate details on various aspects of what he will be required to do for entering that career and also what will be his duties and responsibilities. Also guide him about the observance of conduct required of him.

(10)

B. Madhusudan Vs. Insurance Company

In this case the insurance company did not send a surveyor/ Investigator for three months after the theft of jewellery was reported by the insured Madhusudan. As time passed Madhusudan got grills and the latch fixed to make the premises safe. After a gap of 3 months when the surveyor went for visit, he reported that there were no signs of "violent and forcible entry" and hence insurer rejected the claim. Mr. Madhusudan was aggrieved at this as he wanted his claim payment anyhow.

Discuss with reasons suitable options available to Madhusudan and chances of redressal of this dispute with-

1. The insurance company
2. IRDA
3. The Ombudsman
4. The Consumer Forum
5. Any other forum

(5)