

PGDM (IBM), 2013-15

Liability Insurance

INS-407

Trimester-IV, End-Term Examination: September 2014

Time allowed: 2 Hrs 30 Mins

Max Marks: 50

Roll No:-----

Instruction: Students are required to write Roll No on every page of the question paper, Writing anything except the Roll No will be treated as **Unfair Means**. In case of rough work please use answer sheet.

Section A

There are 5 questions in this section. Attempt any 3 questions. Each question carries 5 marks.

3*5 =15

A-1 Explain the concept of Indemnity in Liability Insurance.

A-2 Name at least five factors which influence the Indemnity limit in Liability Insurance.

A-3 Name the nine clauses of the Public Liability Insurance Policy.

A-4. Donoghue V Stevenson (1932) illustrates the provisions of law of Tort. Elaborate.

A-5 Who is a workman/employee as per the amended WC / Employee Act ?

Section B

Answer 2 out of the 3 questions below. Each question carries 10 marks.

2*10 =20

B-1 a) What questions should be present in a proposal form for a Carriers' Legal Liability Insurance Policy ?

b) What conditions should be satisfied to prove Negligence in case of Professional Indemnity policy ?

B-2 a) Differentiate between Speculative Risks and Pure Risks.

b) What are the responsibilities and liabilities of the Multimodal Transport Operators ?

P.T.O

Roll No.,.....

B-3 a)What is the “deep pocket principle” in context of M C Mehta V Union of India (1986) ?

b) Discuss at least 3 extensions to the Products Liability Insurance Policy.

Section C

Compulsory Question

15 marks

C-1 A workman is employed in a factory on a monthly wage of Rs. 3000. While working, he meets with an accident on 10th October 2000. He lost both his hands in the accident.

He was born on 11th July 1970. Please compute the compensation payable to him, using the 'relevant factor' table below.

10 marks

Age Not More than	Relevant Factor	Age not more than	Relevant Factor	Age not more than	Relevant Factor
16	228.54	24	218.47	32	203.85
17	227.49	25	216.91	33	201.66
18	226.38	26	215.28	34	199.40
19	225.22	27	213.57	35	197.06
20	224.00	28	211.79	36	194.64
21	222.71	29	209.92	37	192.12
22	221.37	30	207.98	38	189.56
23	219.95	31	205.98	39	186.90

P.T.O

Roll No.....

5 marks

C-2 i) Define a product.

ii) What is the difference between a Claims made and occurrence policy ?

iii) Identify the organizational and appellate structure of redressal agencies as per the Consumer Protection Act 1986.

iv) Define Libel.
