

PGDM (Insurance Business) 2012-14

Liability Insurance

INS-407

Trimester – IV, End-Term Examination, September, 2013

Time allowed: 2½ Hours

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.

Note : - *Please be relevant and brief in your answers.*

- *Section C is compulsory.*

- *Do not write anything on this question paper except your roll no.*

Section-A

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

- A-1. Describe those special features which distinguish liability insurance from property insurance?
- A-2. What are those four conditions, whose satisfaction may sustain a civil action for 'Negligence' in the court? Describe any one of them in brief?
- A-3. Describe the information required in Products Liability proposal Form?
- A-4. What are professional indemnities? Define Insurance of Doctors & Medical Establishments?
- A-5. Give a brief on Clinical Trial Liabilities?

Section-B

[Note: Answer 2 out of the 3 Questions below. Each Question carries 10 marks.

[2x10=20]

- B-1. a. Describe Consumer Protection Act 1986 with its various features like forums their powers procedure of filing complaints?
b. Prepare a Risk Inspection Report of Products Liability Insurance?
- B-2. a. Define various laws creating compulsory statutory liability on Organisaition Businesses.
b. define National Environment Tribunal Act 1995?
- B3. a. Define various clauses related to General Public Liability (Industrial Risk) Insurance?
b. Define Commercial General Liability (CGL) Insurance & who may be Insured?

P.T.O.

Section-C-1

Rakesh a hazardous goods factory owner, having paid-up capital of Rs. 10 crore, obtained minimum compulsory insurance on his factory @ Rs. 2/- per thousand (flat rates). During period of policy a major catastrophic loss occurred in the factory. The assessed claim amount was Rs. 22 Crore. Please explain?

- (1) How much amount Rakesh had to pay to insurance co. for getting insurance cover under sec(4) & Rule 10? (2.5)
- (2) How much claim amount will be paid by the insurance co. for this loss? (2.5)
- (3) Whether the claim from any other source is also payable? If so from whom? (2.5)
- (4) Who is liable to pay the balance amount of claim, if any? (2.5)

Section-C-2

A Surgeon is insured under a professional liability Insurance policy (for Physicians, Surgeons, P.I. Insurance). Treat each situation separately. Whether claim is payable or not?

- (1) An office nurse gives a patient a wrong Dose of Medicine. Both the Doctor & the nurse are sued. (1)
- (2) The surgeon sets the broken arm of a patient. The patient sues the Doctor because his arm becomes deformed. (1)
- (3) A patient waiting to see doctor is injured when the legs of an office chair collapse. (1)
- (4) Two patients sitting in the clinic are injured by the falling blade of a fan installed on the roof. Doctor sued (1)
- (5) A typist types wrong doses to be taken by the patient causing side effects. Doctor sued. (1)