

PGDM (Insurance Business, 2015-17)

Casualty Insurance-1

Code:- INS-502

Trimester – V, End-Term Examination, December-2016

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.

Part-A

Attempt any 3 questions. Each question carries 5 marks. No answer should have more than Two Hundred Fifty words.

A.1. What are the additional benefits which are available under Personal Accident Insurance?

A.2. Explain "Key Clause, Pair & Set Clause."

A.3. What are the Underwriting Considerations under Money in Transit?

A.4. What is Fidelity Guarantee Insurance? What are the different types of Fidelity Guarantee Policies?

A.5. Describe the common features under Householder and Shopkeeper Insurance.

Part-B

Attempt any 2 questions. Each question carries 10 marks. No answer should have more than Five Hundred words.

B.1. What are the Principles of Insurance which gets modified in Personal Accident Insurance. Explain in Details?

B.2. What are the different types of Burglary Policies available in the Insurance Market?

Contd/-2-

B.3. M/s Sachdev Enterprise decided to cover their Organization for Fidelity Guarantee and Money Insurance. The Details are as under:-

A. Fidelity Guarantee:-

No. of Employees	500
Sum Insured	10,00,000/-
Type of Fidelity Guarantee Policy	Floating
Rate of Premium	2.48%
Per Capita Loading	50

B. Money Insurance:-

Sum Insured under Cash in Safe	2,00,000/-
Sum Insured under Cash in Transit	2,00,00,000/-
Per Sending Limit	5,00,000/-
Rate under Cash in Safe	0.55%
Rate under Cash in Transit	0.85%

You need to calculate the Premium in both segments as per the details given above.

Part-C

Case Study: Compulsory question.

Carries 15 marks.

5 marks each

Case 1

Mr. Anil has taken two Policy from Insurance Company, one for his Car (Motor Insurance) and second for his Home (Householder Insurance). Mr. Anil was on his way to bank to deposit the jewellery. He found huge traffic Jam, to save his time, he attended his one office meeting with the Guest at Holiday Inn. He though jewellery remain safe underneath his Car seat. When he returned back after meeting, he found his Car itself missing. He immediately lodged FIR for the Car and important contents inside. On the other hand he considered himself fortunate to have Car and Householder Insurance. He intimated to the Insurance Company and claim got registered. During the course of proceeding, Insurance Company informed him that they will pay the claim for Motor Car after proper investigation but unable to pay the Claim for jewellery, however, Mr. Ram opted Jewellery and Valuable Section. They denied his Jewellery Claim as he had not taken the due care and caution as required under the Policy. He lodged a complaint to Ombudsman. Ombudsman dismissed the contention and directed the Insurance Company to Pay the Claim.

What is your comment on the decision?

Case 2

Mr. Ram had taken a Personal Accident Policy for a S.I. of Rs. 5,00,000/- which covers all the benefit of P.A. Insurance, namely, Accidental Death; PTD, PPD and TTD. He was riding a motorcycle went to a Forest Area driving through a wet and muddy patch. Suddenly, his vehicle skidded and fell, breaking the rider's leg. The rider became unconscious, remained lying in wet mud and caught pneumonia. Later, he died of pneumonia. He had a personal Accident Policy but did not have health Insurance. You, being an Insurance Professional decide about:

- The Proximate Casue,
- Is this claim payable and
- how much is the amount of loss payable?

Contd/-4-

Case 3

Mr. Mohan passed his Chartered Accountancy way back in 1990. In December 2014, he resigned from his job and started his own Practice with the name "Mohan and Associates". Now, today, in December 2016, his venture is flourishing and having a complete office strength and dealt in each and every activity as other established offices, he realize the need of Insurance which can cover his all needs. You are working as a broker, it is your duty to advice him the Policies which will cater to his need at a very reasonable rate. You need to write in detail his needs, recommend the Insurance Cover and how he can get reasonable price vis a vis other similar Policies available in the Market.
