PGDM (IBM), 2017-19

Liability Insurance- II

INS-503

Trimester-V, End-Term Examination: December 2018

Time allowed: 2 Hrs 30 Mins   Roll No:--------------------
Max Marks: 50

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.** All other instructions on
the reverse of the Admit Card should be followed meticulously.

Section A

There are 5 questions in this section. Attempt any 3 questions. Each question carries 5
marks.   3*5 =15

A-1 What is POSI ? What does it protect ?

A-2 What is Title insurance and how does it affect the insured ?

A-3 Explain Cyber Crime with specific examples.

A-4.Please elaborate on the following covers under the Trade Credit Insurance Policy:
    Commercial Risks and Political Risks.

A-5 What is the Difference in Limits clause under the Umbrella Liability cover ?

Section B

Answer 2 out of the 3 questions below. Each question carries 10 marks.   2*10 =20

B-1 a)The Kidnap and Ransom insurance covers are not very popular in Indian market. Please
     discuss the advantages and disadvantages of this policy.

    b) What are the details for Professional Indemnity Liability Coverage for Contractors ?

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B-2 a) Differentiate between DIC and DIL clauses.

b) Please explain the mitigations and possible insurance solutions for Cyber Risks exposure.

B-3 a) What kind of exposures do the Insurers face vis a vis the climate changes for Solar and Wind covers ?

b) Discuss Products' Guarantee Insurance and Financial Loss Insurance in context of the Products Liability Insurance Policy.

Section C

Compulsory Question   15 marks

                                                          10 marks

C-1 Please compute the losses (????) under a Trade Credit Policy with the following details:

Deductible : INR 10 Mn

Non Qualifying Loss – INR 0.25 Million

Indemnity -85%

INR in MN

Buyer	Loss Amount	Deductible	Claim Amount	Claim Payable Indemnity
A	0.25	Nil	????	????
B	25.0	10.0	????	????
C	2.50	Nil	????	????

                                                          5 marks

C-2 What are the perils that The Umbrella Liability policy protects you from should you be sued ?