

PGDM (IBM), 2018-20

Liability Insurance- II

INS-503

Trimester-V, End-Term Examination: December 2019

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 (10 marks * 3 questions) = 30 Marks

Answer 3 questions. Each question carries 10 marks

A-1a The IPO Insurance covers the Prospectus Liability. What is Prospectus Liability Cover ?

OR

A-1b "Having ransom compensation in place for top executives and celebrities was like posting a 'Wanted: dead or alive' notice for the global criminal network." ? Please discuss.

A-2a What is the relevance of Climate Change for Insurance ? Please discuss with specific examples.

CILO 1

OR

A-2b What is a Trade Credit Insurance Policy ?.

A-3a What is Self Insured Retention under the Umbrella Liability cover ? Please explain with suitable examples.

CILO 2

OR

A-3b Identify the Insurance covers for a Solar Plant and a Windmill farm under construction.

P.T.O

SECTION B – CASE STUDY (CILO 3 and 4)

Answer both the questions. Each question carries 10 marks.

2*5 =10

1*10=10

B-1 a) Our country is exposed to Cyber Criminals. Why do we face so many cyber crimes ? Please discuss the reasons with specific data and examples.

5

B-1 b) Pollution Legal Liability (PLL) is a right step towards the environment. How does this insurance policy help in covering the environmental risks associated with owning, developing or operating a facility or site. Explain

5

B-2 Please compute the losses under a Products Recall Policy with the following details:

10

INR in Million **Sum Insured - 50 Million**

Losses under the following heads:

Communications:	1
Advertisements	2
Cost of shipping:	5
Product Recall Expense Liability	10
Consultants Cost	0.50
Additional Space at Warehouse	1
Actual Cost of disposal	12
Hiring of additional manpower	2
Medical Expenses of Victims	2
Loss of Consortium	1.50
