

6/H-76 (xv) (c) (Syllabus-2015)

2 0 1 9

(April)

COMMERCE

(Honours)

(Insurance Management)

(BC-605)

Marks : 75

Time : 3 hours

*The figures in the margin indicate full marks
for the questions*

1. Define insurance and explain the functions of insurance. 5+10=15

Or

Elicit the significance of 'insurance' in the economic development of a country. 15

2. Define the law of large numbers. What are its implications for an insurance system? 8+7=15

Or

Discuss the four building blocks of an insurance premium. Why are investment earnings calculated in premium? 10+5=15

3. Discuss the procedure for settlement of claims under fire insurance. 15

Or

What is meant by hazards in the context of insurance? Discuss the various types of hazards and their implications to insurance business. 5+6+4=15

4. What considerations are to be made by insurance companies while making investment decisions? Discuss the important legal provisions in this regard. 8+7=15

Or

Explain the various sources of capital of an insurance organization along with their merits and demerits. 15

5. Why is it important for insurance companies to manage risk? Discuss the various types of risks they come across in doing insurance business. 5+10=15

Or

(a) What is meant by risk retention analysis? Discuss its importance to the insurance companies. 5+5=10

(b) Write a short note on risk control. 5

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