

**PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)**

**BCom DEGREE EXAMINATION DECEMBER 2023
(Second Semester)**

Branch – **COMMERCE (BANKING AND INSURANCE)**

INSURANCE SYSTEM

Time: Three Hours

Maximum: 50 Marks

SECTION-A (5 Marks)

Answer **ALL** questions

ALL questions carry **EQUAL** marks (5 x 1 = 5)

- 1 Insurance system Losses arising due to a risk exposure retained or assured is known as _____.
 (i) Risk Reduction (ii) Risk Financing
 (iii) Risk Retention (iv) Risk Sharing
- 2 The Person whose risk is insured is called _____.
 (i) Insured (ii) Merchandiser
 (iii) Marketer (iv) Agents
- 3 A person employed to do any act for another or to represent another in dealing with a third person refers to _____.
 (i) Principal (ii) Employee
 (iii) Agent (iv) Development Officer
- 4 Risk retention means _____.
 (i) Saving money to pay for the losses
 (ii) Accepting and agreeing to finance the loss oneself
 (iii) Not taking up any activity which is risky
 (iv) Insuring the risk
- 5 Banc assurance means _____.
 (i) Selling financial services (ii) General liability insurance
 (iii) Selling banking products (iv) Selling Insurance Products

SECTION - B (15 Marks)

Answer **ALL** Questions

ALL Questions Carry **EQUAL** Marks

(5 x 3 = 15)

- 6 a Explain the characteristics of insurable risk.
 OR
 b Define the term Insurance and explain the concept of Risk.
- 7 a Write a short note on: (i) Insured, (ii) Insurer, (iii) Premium.
 OR
 b Describe the nature of insurance.
- 8 a Discuss the term liberalisation in Indian Insurance sector.
 OR
 b Point out the impact of LIC in insurance industry.

Cont...

- 9 a Write a short note on Agents, Brokers and Surveyors in insurance sector.
OR
b Explain the features of Banc assurance.
- 10 a Why risk control tools are need in insurance sector?
OR
b Write a short note on Risk avoidance and Risk reduction.

SECTION -C (30 Marks)

Answer any **Three** questions

ALL questions carry **EQUAL** Marks (3 x 10 = 30)

- 11 Enumerate the classification of insurance.
- 12 Discuss the principles and factors influencing demand for insurance.
- 13 Highlights the current scenario in Indian Insurance Sector.
- 14 Examine the role of third party administration in health insurance.
- 15 Explain (i) Risk Financing, (ii) Risk Retention, (iii) Loss control.

Z-Z-Z

END