

PSG COLLEGE OF ARTS & SCIENCE  
(AUTONOMOUS)

BVoc DEGREE EXAMINATION MAY 2024  
(Second Semester)

Branch - BANKING, STOCK & INSURANCE

INSURANCE SYSTEM

Time: Three Hours

Maximum: 75 Marks

SECTION-A (10 Marks)

Answer ALL questions

ALL questions carry EQUAL marks

(10 × 1 = 10)

Module No.	Question No.	Question	K Level	CO
1	1	The Concept of Insurance involves a transfer of a) Liability                      b) Needs c) Ownership                      d) Risk	K1	CO1
	2	Risks are not suited to treatment by Insurance refers to _____ a) Static Risk                      b) Property Risk c) Dynamic Risk                      d) Liability Risk	K2	CO1
2	3	When the amount for which a subject matter is insured is more than its actual value is called _____ a) Double insurance                      b) Over insurance c) Reinsurance                      d) Crop insurance	K1	CO2
	4	When the same person is insured by several insurers, it is called a) Double insurance                      b) Reinsurance c) Third party insurance                      d) none of these	K2	CO2
3	5	Insurance Industry of India consists of _____ insurance Companies. a) 53                      b) 52                      c) 54                      d) None of these	K1	CO3
	6	_____ was constituted as an autonomous body to regulate and develop the business of insurance and reinsurance in India. a) LIC                      b) GIC                      c) IRDA                      d) NBFC	K2	CO3
4	7	Legislation gives which body the power to specify a code of conduct for surveyors and loss assessors? a) Institute of Insurance and Risk Management b) Insurance Regulatory and Development Authority c) Life Insurance Council d) Securities and Exchange Board of India	K1	CO4
	8	The concept of bancassurance originated in a) France                      b) U.S.A                      c) England                      d) Italy	K2	CO4
5	9	The Primary method of Off balance - sheet risk financing is a) Self- insurance                      b) Passive retention c) Insurance                      d) Risk Control	K1	CO5
	10	Losses arising due to a risk exposure retained or assured is known as _____ a) Risk Reduction                      b) Risk Financing c) Risk Sharing                      d) Risk Retention	K2	CO5

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**SECTION - B (35 Marks)**Answer **ALL** questions**ALL** questions carry **EQUAL** Marks (5 × 7 = 35)

Module No.	Question No.	Question	K Level	CO
1	11.a.	Explain the different Methods of handling the Risks.	K2	CO1
	(OR)			
	11.b.	Classify the different Types of Risks.		
2	12.a.	Distinguish Between the Insurance and Assurance.	K4	CO2
	(OR)		K2	
	12.b.	Briefly explain the Principles of Insurance.		
3	13.a.	Identify the Recent Developments in Indian Insurance Sector.	K3	CO3
	(OR)		K4	
	13.b.	List out the Advantages of Privatization of Insurance Sector.		
4	14.a.	What are the Functions of Insurance Agents? Explain.	K2	CO4
	(OR)		K4	
	14.b.	Distinguish Between Corporate Agents and Insurance Agents.		
5	15.a.	Briefly explain the Strategies of Risk Avoidance.	K2	CO5
	(OR)		K2	
	15.b.	Explain the Various Methods of Risk Financing.		

**SECTION -C (30 Marks)**Answer **ANY THREE** questions**ALL** questions carry **EQUAL** Marks (3 × 10 = 30)

Module No.	Question No.	Question	K Level	CO
1	16	Discover the Various Factors affecting E-Insurance.	K4	CO1
2	17	Elaborate the Various Terms used in Insurance.	K6	CO2
3	18	Explain the Recent Developments in Indian Insurance Sector.	K5	CO3
4	19	Describe the Role and Benefits of Third-party Administrators.	K4	CO4
5	20	Discuss the Essential Techniques of Risk Management.	K4	CO5

Z-Z-Z

END