

LLB  
SECOND SEMESTER  
INSURANCE LAW  
LLB - 206 H<sub>2</sub> BL  
[USE OMR FOR OBJECTIVE PART]

**SET  
A**

Duration: 3 hrs.

Full Marks: 70

Time: 30 min.

( Objective )

Marks: 20

*Choose the correct answer from the following:*

*1×20=20*

1. The person who seeks protection against a risk and to whom the insurance policy is issued is known as
  - a. Insurer
  - b. Customer
  - c. Insured
  - d. Creditor
2. Uberrimae fidei means that
  - a. Principle of utmost good faith
  - b. Principle of insurable interest
  - c. Principle of indemnity
  - d. Principle of subrogation
3. Which principle means that make good or compensate the loss?
  - a. Principle of contribution
  - b. Principle of subrogation
  - c. Principle of insurable interest
  - d. Principle of indemnity
4. \_\_\_\_\_ of a life policy means transferring the rights of the insured in respect of the policy to another one
  - a. Nomination
  - b. Consideration
  - c. Assignment
  - d. Agreement
5. \_\_\_\_\_ is the price paid by the insured for the risk undertaken by the insurer
  - a. Wages
  - b. Premium
  - c. Salary
  - d. Compensation
6. \_\_\_\_\_ means voluntary termination of the contract of life insurance by the policy holder
  - a. Key man insurance policy
  - b. Master policy
  - c. Group insurance policy
  - d. Surrender of policy
7. Insurance Act came into existence on \_\_\_\_\_
  - a. 1956
  - b. 1938
  - c. 1948
  - d. 1988
8. Which policy is taken to cover loss on those goods which are lying in different places and the stock value will be continuously fluctuating?
  - a. Floating policy
  - b. Comprehensive policy
  - c. Declaration policy
  - d. Average policy

9. Insurance can be defined as a
  - a. Contract
  - b. Social device
  - c. Cooperative device
  - d. All
10. Principle of insurable interest means \_\_\_\_\_
  - a. Utmost good faith
  - b. Subrogation
  - c. Monetary interest
  - d. Indemnity
11. The principle of subrogation is an extension of which principle?
  - a. Principle of indemnity
  - b. Principle of utmost good faith
  - c. Principle of insurable interest
  - d. Principle of contribution
12. A \_\_\_\_\_ is a person to whom the management of a particular property is entrusted for the exclusive benefit of a third party
  - a. Customer
  - b. Beneficiary
  - c. Agent
  - d. Trustee
13. Risk is the chance of \_\_\_\_\_
  - a. Benefit
  - b. Accident
  - c. Loss
  - d. Event
14. \_\_\_\_\_ is a method of transferring a portion of risk to another insurer
  - a. Re- insurance
  - b. General insurance
  - c. Double insurance
  - d. None of these
15. \_\_\_\_\_ is essential for the contracting parties to disclose all material facts relating to the contract
  - a. Utmost good faith
  - b. Insurable interest
  - c. Certainty of the event
  - d. None of these
16. Insurance is a contract of \_\_\_\_\_
  - a. Surety
  - b. Guarantee
  - c. Gain
  - d. None of these
17. According to the Principle of \_\_\_\_\_, the insurer is liable only for those losses which are most closely caused by the peril insured against.
  - a. Contribution
  - b. Guarantee
  - c. Causa Proxima
  - d. Indemnity
18. Stepping into the shoes of the other is applicable to the principle of \_\_\_\_\_
  - a. Causa Proxima
  - b. Guarantee
  - c. Subrogation
  - d. Contribution
19. \_\_\_\_\_ insurance cover loss or damage to a ship and intranist cargo over the water ways land and air
  - a. Motor insurance
  - b. Marine insurance
  - c. Health insurance
  - d. Fire insurance
20. Mr. X the owner of a property insures it against fire for Rs 75000 with company A and Rs 50000 against with company B, It is an example of?
  - a. Re - insurance
  - b. Fire insurance
  - c. Double insurance
  - d. Renewal of insurance

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**(Descriptive)**

Time : 2 hrs. 30 min.

Marks : 50

*[ Answer question no.1 & any four (4) from the rest ]*

1. "Insurance is a Contract"- justify your answers with various valid reason. 10
2. What are the various principles of Insurance? 10
3. What is Risk? What are the circumstances affecting risk? 2+8=10
4. Give a brief overview of the IRDA Act. What are the powers and functions of IRDA.S 3+7=10
5. Explain Fire Insurance. What is the scope of its coverage, including both covered and excluded losses? 2+8=10
6. Write a short note on Contributory negligence. 10
7. Define Principle of Contribution and illustrate it with a suitable example. 10
8. What is claim settlement? What are the types of claims in life insurance policy? Explain. 2+8=10

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