

B.A.LL.B. Five Years Course Semester–VIII (C.B.S.) Examination**INSURANCE LAW****Optional Paper—6**

Time : Three Hours]

[Maximum Marks : 80

N.B. :— (1) Attempt **all** Sections.Section A carries **10** marks.Section B carries **30** marks.Section C carries **40** marks.

- (2) Follow the instructions given in each Section.
- (3) Marks are indicated against each question.

SECTION—A**(Multiple Choice Questions)**1. Choose the correct alternative (any **ten**) :—

1×10=10

(i) When was the Insurance Regulatory and Development Authority constituted ?

- (a) 1938
- (b) 1971
- (c) 1993
- (d) 1999

(ii) Which among the following is/are considered as core principle/s of the contract of Insurance ?

- (a) Principle of utmost good faith
- (b) Principle of insurable interest
- (c) Principle of subrogation
- (d) All the above

(iii) Which one of the following cannot be the object of contract of Insurance ?

- (a) Ship which had already sunk
- (b) Life of your debtor
- (c) Chartered ship
- (d) Ticket in a lottery

- (iv) Insurable interest in life insurance includes :
- (a) Himself, of his spouse and of his children
 - (b) Any person on whom he depends wholly or in part for education or support or in whom he has pecuniary interest
 - (c) (a) and (b) above
 - (d) None of these
- (v) A contract of insurance is in the nature resembling to that of :
- (a) Contract of Guarantee
 - (b) Contract of Indemnity
 - (c) Wagering Contract
 - (d) None of the given options
- (vi) Abandonment, in marine insurance is made by giving notice thereof to the insurer, which may be done :
- (a) Orally or in writing and must be explicit
 - (b) Orally or in writing and need not be explicit
 - (c) In writing only and must be explicit
 - (d) In writing only and must not be explicit
- (vii) The General Insurance Corporation of India was incorporated in the year :
- (a) 1971
 - (b) 1972
 - (c) 1973
 - (d) 1993
- (viii) The General Insurance Corporation of India was formed under :
- (a) General Insurance Business Act, 1972
 - (b) Insurance Act, 1938
 - (c) Insurance Amendment Act, 2002
 - (d) IRDA Act, 1999

- (ix) In insurance contract principle of Uberrimae fidei literally means the principle of :
- (a) Utmost good faith
 - (b) Privity of contract
 - (c) Stranger to contract can not sue
 - (d) Insurable interest
- (x) Marine insurance is for one year or for specified :
- (a) Voyage
 - (b) Year
 - (c) Loss
 - (d) None
- (xi) Risk under the contract of insurance is assessed on the basis of :
- (a) Variability
 - (b) Contingency
 - (c) Probability
 - (d) All the above
- (xii) Crop Insurance covers the risk of :
- (a) Drought
 - (b) Storm
 - (c) Natural fire
 - (d) All the above
- (xiii) Govt. of India liberalised the insurance sector on the recommendations of :
- (a) IRDA
 - (b) Tariff Advisory Committee
 - (c) Malhotra Committee
 - (d) L.I.C.
- (xiv) Voluntary termination of the contract of insurance by policyholder is known as :
- (a) Surrender
 - (b) Paid up
 - (c) Maturity
 - (d) Report

(xv) Perils of the sea includes :

- (a) Perishable Cargo
- (b) Springing a leak
- (c) Dashing a ship
- (d) Spoilage of ship due to sea water

SECTION—B

(Short Answer Questions)

2. Write short notes on (any **three**) : 5×3=15
- (a) Principle of Good Faith
 - (b) Third Party Liability Claim
 - (c) Peril of Sea
 - (d) Days of Grace.
3. Write short notes on (any **three**) : 5×3=15
- (a) Agricultural Insurance
 - (b) No fault liability
 - (c) Voyage deviation
 - (d) Principle of Subrogation.

SECTION—C

(Long Answer Questions)

Answer the following (any **five**) :— 8×5=40

- 4. Explain in detail the doctrine of 'Proximate Cause.'
- 5. With the help of case laws, elaborate the concept of 'Contributory Negligence.'
- 6. Explain the term Fire Insurance and its characteristics.
- 7. Elaborate the history of Crop Insurance in India.
- 8. Discuss the powers and functions of Insurance Regulatory Development Authority.
- 9. 'An insurable interest is essential in Life Insurance.' Comment.
- 10. Define Insurance. Elaborate the growth of insurance sector in India.
- 11. Discuss the composition, functions and role of Insurance Corporation.