

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

Time : Three Hours]

[Maximum Marks : 80

**Note :—** (1) Attempt **ALL** Sections :Section 'A' consists of **10** marks.Section 'B' consists of **30** marks.Section 'C' consists of **40** marks.

(2) Follow the instructions given in each Section.

(3) Marks are indicated against each question.

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

1×10=10

(i) When was the Indian Mercantile Insurance established ?

(A) 1907

(B) 1938

(C) 1957

(D) 1973

(ii) \_\_\_\_\_ is a social device for eliminating or reducing the loss of society from certain risk.

(A) Premium

(B) Policy

(C) Insurance

(D) Contract

(iii) A contract of insurance is a \_\_\_\_\_ agreement.

(A) Contingent

(B) Constant

(C) Both

(D) None of these

(iv) The Life Insurance Corporation of India (LIC) was formed in \_\_\_\_\_.

(A) 1952

(B) 1956

(C) 1957

(D) 1962

(v) Insurable interest means \_\_\_\_\_ interest.

(A) Individual

(B) Social

(C) Monetary

(D) All of these

(vi) Which of the following insurance contracts is not based on the principle of indemnity ?

(A) Fire Insurance

(B) Marine Insurance

(C) Life Insurance

(D) None

(vii) The General Insurance Business in India was nationalised in \_\_\_\_\_.

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|----------|----------|
| (A) 1962 | (B) 1972 |
| (C) 1982 | (D) 1992 |

(viii) \_\_\_\_\_ refers to the right of an insurer to refuse admittance of the claim by the insured.

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|------------------|-----------------|
| (A) Replication  | (B) Repudiation |
| (C) Dufalication | (D) None        |

(ix) \_\_\_\_\_ is the voluntary termination of the contract by the policy holder.

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|----------------|----------------|
| (A) Report     | (B) Surrender  |
| (C) Prospectus | (D) Cover Note |

(x) A \_\_\_\_\_ policy covers loss on goods which are lying in different places.

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|-----------------|-----------------|
| (A) Specific    | (B) Declaration |
| (C) Replacement | (D) Floating    |

(xi) \_\_\_\_\_ policy covers both fixed and current assets of insured manufacturers.

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|-------------|-------------|
| (A) Block   | (B) Blanket |
| (C) Transit | (D) Excess  |

(xii) Crop Insurance Scheme came into existence in India in \_\_\_\_\_.

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|----------|----------|
| (A) 1985 | (B) 1986 |
| (C) 1987 | (D) 1989 |

(xiii) In Marine Insurance, insurable interest is enough at the time of \_\_\_\_\_.

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|--------------|---------------|
| (A) Maturity | (B) Insurance |
| (C) Loss     | (D) Claim     |

(xiv) An unlooked mishap or an untoward event which is not expected or designed :

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|----------|--------------|
| (A) Risk | (B) Accident |
| (C) Loss | (D) None     |

(xv) The Chairman of Malhotra Committee was \_\_\_\_\_.

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|-------------------|-------------------|
| (A) R.N. Malhotra | (B) R.K. Malhotra |
| (C) R.B. Malhotra | (D) R.S. Malhotra |

**SECTION—B**

**Note :—** Both the questions in this section are compulsory.

2. Answer the following (any *three*) :— 5×3=15
- (a) What is Causa Proxima ?
  - (b) Explain assignment of subject matter of insurance.
  - (c) What is crop insurance ?
  - (d) Days of grace — Explain.
3. Write short notes on the following (any *three*) :— 5×3=15
- (a) Return of Premium
  - (b) Cattle Insurance
  - (c) Perils of Sea
  - (d) Policy and construction of Life Insurance Policy.

**SECTION—C**

**Note :—** Answer any *five* questions of the following. 8×5=40

- 4. Explain the history and growth of Insurance in India.
- 5. Discuss the power and functions of Insurance Regulatory and Development Authority.
- 6. Discuss the importance of Insurable interest in the contract of insurance.
- 7. Explain about third party or compulsory insurance of motor vehicle.
- 8. What is Marine Insurance ? Explain the kinds of marine policies.
- 9. Explain briefly the provisions of Insurance Act, 1938 and the procedure for the registration of insurance companies.
- 10. Define Life Insurance. Explain various kinds of Life Insurance Policies.
- 11. What are the characteristics of Fire Insurance ? Explain the scope of Fire Policy.