

**NRT/KS/19/7524**

**Fourth Semester LL.B. Three Years Course (C.B.S.) Examination**

**INSURANCE LAW**

**Optional Paper—II**

Time : Three Hours]

[Maximum Marks : 80

- N.B. :—** (1) Attempt **ALL** sections, Section A consist of **10** marks, Section B consist of **30** marks, Section C consist of **40** marks.  
(2) Follow the instructions given in each section.  
(3) Marks are indicated against each question.

**SECTION—A**

1. Choose the correct alternatives (any **TEN**) : 1×10=10
- (i) The term 'Risk' includes :
    - (a) Damage to machinery and property
    - (b) Impact on the health or life of a person
    - (c) Effect on the healthy life of the neighbourhood
    - (d) All the above
  - (ii) The Largest Life Insurance Company in India is :
    - (a) The New India Assurance Company Limited
    - (b) Life Insurance Corporation of India
    - (c) United India Insurance Company Limited
    - (d) National Insurance Company Limited
  - (iii) Perils of the sea excludes :
    - (a) Explosion on ship
    - (b) Springing a leak
    - (c) Dashing of ship
    - (d) Spoilage of cargo due to sea water
  - (iv) Life Insurance Corporation was nationalized in :
    - (a) 1951
    - (b) 1952
    - (c) 1954
    - (d) 1956
  - (v) Insurance is Legitimate :
    - (a) When an adverse happening is likely
    - (b) When an adverse happening is unlikely
    - (c) When an adverse happening is certain
    - (d) In all the above three situations
  - (vi) The Principle of Indemnity does not apply to :
    - (a) Life Insurance
    - (b) Fire Insurance
    - (c) Marine Insurance
    - (d) General Insurance

- (vii) IRDA is associated with :
- (a) Railways Sector
  - (b) Insurance Sector
  - (c) Banking Sector
  - (d) Non-Insurance Sector
- (viii) Person who agrees to compensate the loss arising from the risk is called as :
- (a) Insurer
  - (b) Assurer
  - (c) Underwriter
  - (d) All of the above
- (ix) The term 'Causa Proxima' relates to :
- (a) Casual Proxy
  - (b) Proximate Cause
  - (c) Casual Proximity
  - (d) None of the above
- (x) CTL as used in Insurance :
- (a) Contributory Total Loss
  - (b) Constructive Total Loss
  - (c) Construction Totality Lost
  - (d) All of the above
- (xi) 'HULL Insurance' is related to :
- (a) Fire Insurance
  - (b) Marine Insurance
  - (c) General Insurance
  - (d) Life Insurance
- (xii) Under Insurance Law 'Assignment' can be made :
- (a) Out of Love and affection
  - (b) For valuable consideration
  - (c) Neither (a) nor (b)
  - (d) Both (a) and (b)
- (xiii) Insurance contract is a :
- (a) Contract of speculation
  - (b) Aleatory contract
  - (c) Either (a) or (b)
  - (d) Both (a) and (b)
- (xiv) If an Insurance Policy holder is not satisfied with the award of the insurance ombudsman, he/she can approach to :
- (a) Court of Law
  - (b) Consumer Forum
  - (c) The award of Insurance ombudsman cannot be challenged
  - (d) Either (a) or (b)

- (xv) \_\_\_\_\_ is a voluntary termination of the contract by policy holder.
- (a) Foreclosure
  - (b) Surrender
  - (c) Winding up
  - (d) None of the above

#### **SECTION—B**

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

2. Answer the following (any **THREE**) : 5×3=15
- (a) What is Uberrima Fides ?
  - (b) The 'Contra Proferentum' Rule. Explain.
  - (c) What is Subrogation ?
  - (d) Explain Cattle Insurance.
3. Write short notes on (any **THREE**) : 5×3=15
- (a) Assignment
  - (b) Kinds of Insurance
  - (c) Third Party or Compulsory Insurance of Motor Vehicles
  - (d) Hull Insurance and Cargo Insurance.

#### **SECTION—C**

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

- 4. Discuss in detail the emerging legislative trends in Insurance Law in India.
- 5. Discuss the power and functions of Insurance Regulatory and Development Authority (IRDA).
- 6. Discuss the 'Insurable Interest' with reference to Life Insurance and Fire Insurance.
- 7. What is Premium ? What is the effect of non-payment of Premium on Policy ? What reliefs are provided under 'Grace Period' ?
- 8. Explain the rights and liabilities of insurer and insured person.
- 9. Discuss the nature, scope and importance of Fire Insurance.
- 10. Define Life Insurance. What are essential requirements for Life Insurance Contract/Policy ?
- 11. What do you mean by Risk ? Discuss the different Risk Management techniques under Insurance Law.