

ST. JOSEPH'S COLLEGE (AUTONOMOUS) BENGALURU-27
MID SEMESTER EXAMINATION- AUGUST 2019
BPS - III SEMESTER

BPS3418 : INSURANCE FOR BUSINESS PROCESS SERVICES

TIME: 1 Hour

MAX. MARKS: 30 Marks

SECTION A

Answer any FIVE of the following questions. Each question carries two marks. (5x2=10)

- 1) State any two differences between policy and insurance with examples.
- 2) Suggest a suitable insurance with reasons for the following cases:
 - a) You hit and injure a pedestrian in a crosswalk
 - b) The cargo was damaged due to the severity of storm which leads to the sinking of the ship.
- 3) What is meant by Indisputability clause?
- 4) List out the risk management techniques of insurance.
- 5) Expand ADB and WOP riders.
- 6) What is meant by Assignment? Mention its types.
- 7) Mr. Z aged 36 years, is willing to opt for whole life insurance policy for a sum assured of Rs. 5,00,000. His monthly income is Rs. 35,000. What will be his annual premium amount if the mortality rate for the age group 30-40 is 0.85 out of 1000 individuals?

SECTION B

Answer any TWO of the following questions. Each question carries five marks. (2x5=10)

- 8) Explain the types of Underwriting.
- 9) "An honest man is respected by all parties"- William Hazlitt. Mention the Principle of insurance highlighted from the given statement and explains the consequences for breach of duty of the same.
- 10) What is meant by Flood insurance? Explain the criteria to avail for damages under flood insurance.

SECTION C

Answer the following compulsory question. The question carries ten marks. (1x10=10)

- 11) Mr. Bubloo, aged 27 is an underwriter at Marvel Insurance Private Ltd. He is known for meeting his deadlines and most importantly upholding the ethical values at any given point of time. It so happened that one of his close friends approached him on availing a life insurance policy preferably pure endowment plan as his main motive was to receive a lump sum amount due to his family condition. Understanding his situation Bubloo favoured such incident that cost him losing his job.

Following was the policy structure:

Policy type: Pure endowment plan

Policy term: 5 years

Premium payment: annual basis

Premium amount: Rs. 750 p.a.

a) You being an insurance advisor for Marvel Insurance Private Ltd. Suggest suitable solutions for the above case.

b) Do you think, Mr. Bubloo was right with this decision? Justify.

(5+5)