

GUJARAT TECHNOLOGICAL UNIVERSITY**MBA - SEMESTER– III EXAMINATION – WINTER 2020****Subject Code:4539223****Date:07/01/2021****Subject Name:Specialization-Finance_Insurance and Risk Management (IRM)****Time:10:30 AM TO 12.30 PM****Total Marks: 47****Instructions:**

1. Attempt any THREE questions from Q1 to Q6.
2. Q7 is compulsory.
3. Make suitable assumptions wherever necessary.
4. Figures to the right indicate full marks.

- Q.1 Explanation:** **06**
- (a) (a) Peril
(b) Dynamic Risk
(c) Insurable Risk
- (b) (a) Scenario measures **06**
(b) Arbitration and average
(c) Micro-health insurance
- Q.2** (a) Define insurance. Explain different types of Insurance. Explain insurance Social and Economic benefits to the insurance company. **06**
- (b) Explain basic Principles of insurance with suitable example. **06**
- Q.3** (a) Elaborate concept of underwriting. Which are requisites of good underwriting? **06**
- (b) Which points should be considered at the time of claim settlement of fire insurance policy? Elaborate all points in detail. **06**
- Q.4** (a) Define: TPA's. At time of claim evaluation and settlement judgment given by TPA's is consider as final. Do you agree with this statement? Justify it. **06**
- (b) To secure and procure health one must have health insurance policy. Support your answer with Jeevan Aastha and Jeevan deep policy. **06**
- Q.5** (a) To evaluate insurance company financial performance, being an evaluator which financial ratios will consider by you. Support your answer with hypothetical figures relating to ratios. **06**
- (b) Write detail note on IRDA as a controlling mechanism for insurance company. **06**
- Q.6** (a) What is reinsurance? Analysis role of Re-insurers any two techniques of reinsurance in detail. **06**
- (b) "In GLOBAL time insurance industry faces many issues and challenges for development." Do you agree with this statement? **06**

Q.7 Mr. Kabir takes out a fire policy on his house valued at Rs. 24 lakhs with two insurance companies. He insures it for Rs.12 lakhs with each company. When the house is partially damaged in a fire, the loss is estimated at Rs. 6 lakhs. He claims Rs. 6 lakhs each from the two insurers.
Kindly justify following.

- (a) Shown your calculation for each company's claim amount to the Mr. Kabir. **5.5**
- (b) In above case is TPA's needed? Justify your answer with TPA's agreement with insurance company. **5.5**

OR

Mr. Rajveer, while riding a horse, fell on the ground and had his leg broken, he was lying on the wet ground for a long time before he was taken to hospital. Because of lying on the wet ground, he had fever that developed into pneumonia, finally dying of this cause.

- Q.7** (a) Which principle of insurance is applicable in above case? Justify your answer with logical reasoning. **5.5**
- (b) Which claim will receive by the family member on behalf of Mr. Rajveer? **5.5**



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