

B.Com (Digital)
DISCIPLINE SPECIFIC ELECTIVE COURSE (DSE)

SEMESTER VI
BCDB33605T : FUNDAMENTAL OF INSURANCE

MAX. MARKS: 100
EXTERNAL: 70
INTERNAL: 30
PASS: 40%
Credits: 6

Objective:

Develop understanding of the students with the concept of insurable risk and the basic principles, functions and working of the life insurance and General insurance.

INSTRUCTIONS FOR THE PAPER SETTER/EXAMINER:

1. The syllabus prescribed should be strictly adhered to.
2. The question paper will consist of three sections: A, B, and C. Sections A and B will have four questions from the respective sections of the syllabus and will carry 10 marks each. The candidates will attempt two questions from each section.
3. Section C will have fifteen short answer questions covering the entire syllabus. Each question will carry 3 marks. Candidates will attempt any ten questions from this section.
4. The examiner shall give a clear instruction to the candidates to attempt questions only at one place and only once. Second or subsequent attempts, unless the earlier ones have been crossed out, shall not be evaluated.
5. The duration of each paper will be three hours.

INSTRUCTIONS FOR THE CANDIDATES:

Candidates are required to attempt any two questions each from the sections A and B of the question paper and any ten short questions from Section C. They have to attempt questions only at one place and only once. Second or subsequent attempts, unless the earlier ones have been crossed out, shall not be evaluated.

Section A

Insurance : Meaning, nature and significance, essential requirements and principles of Insurance, Contract elements of General Insurance and Life Insurance, re-insurance, nationalization of insurance business in India, Role of Insurance in national economy. Definition of Risk and Uncertainty, Classification of risks, sources of risk-external and internal, risk management. IRDA Act : Salient feature, duties, powers and functions of the authority, Rationale of opening up of the insurance sector to the private sector.

Life Insurance : Meaning, origin and features, growth of Life insurance, types of life insurance policies, law relating to life insurance, general principles of life insurance contract, proposals and policy, assignments and nominations, title and claims, concept of trust in life insurance : Role, functions and policies, modern life insurance in India, private sector companies in life insurance sector, recent trends in life insurance.

Section B

General Insurance : Meaning and origin, growth of General Insurance, nature of general insurance, different types of general insurance, law relating to general insurance organization and management of general insurance in India. Fire Insurance : Meaning, nature, various types of fire policy, subrogation, double insurance, contribution, proximate

cause, claims and recovery. Accident and Motor Insurance : Nature, disclosure, terms and conditions, claims and recovery, third party insurance, compulsory motor vehicle insurance, accident insurance. Deposit and Credit Insurance : Nature, terms and conditions, claim, recovery etc. public liability insurance, emergency risk insurance. Marine Insurance ,Insurance and Information technology, Recent developments in Insurance sector.

Suggested Readings:

1. R.S. Sharma Insurance Principles and Practices
2. N.M. Misra Insurance Principles & Practice
3. O.S. Gupta Life Insurance (Frank Brothers, New Delhi)