

Jan. 2007

Subject Code—5831-X

**M.I.B. (Second Year) EXAMINATION**

(Re-appear)

MIB-209

PRINCIPLES AND PRACTICE OF GENERAL  
INSURANCE

*Time : 3 Hours*

*Maximum Marks : 100*

**Note :** Attempt any *Five* questions. All questions carry equal marks.

1. Explain and illustrate the concept of risk and uncertainty with reference to general insurance. What are the principles of premium rating in general insurance especially in Indian context ?
2. "The introduction of IRDA Act, 1999 is considered to be the turning point for insurance business in India." Discuss the statement and bring out the most debated issues particularly in the field of general insurance along with your observations.

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3. "Consumer is the king and the sentiments and expectations of the king must be honoured in a civilized society." How far methods of premium determination under general insurance are doing justice with this statement in Indian context ? Give examples.
4. "All agreements are contracts but all contracts are not agreements." Is the statement true or false ? Explain the statement and discuss the nature and essentials of a valid general insurance contract.
5. What is the process of settlements of claims in general insurance ? How is it rated by the public engaged in general insurance business ? Elaborate the main provisions of reinsurance with suitable illustrations.
6. Discuss and differentiate between underwriting and endorsement in general insurance business. Explain the procedures in both the cases along with live examples.

7. Write short notes on the following :
  - (a) Main provisions of fire and marine insurance
  - (b) Key characteristics of contribution and proximate cause.
8. Write a detailed note on the origin, history and development of insurance in India and UK. Also give your observations for its better future particularly in general insurance.