

June-Jeef

Roll No.

Subject Code—9524

M. I. B. (Second Year) EXAMINATION

MIB-203

ECONOMICS OF INSURANCE

Time : 3 Hours

Maximum Marks : 100

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

1. Define Equilibrium. How it may be determined under different market conditions ? 5,15
2. Explain the classification of costs for the purpose of cost analysis. 20
3. "Nationalized insurance business in India resulted in low insurance penetration." Comment and describe the present status of insurance business in India. 10,10

4. Critically explain the rating process of investment opportunities by moderate risk takers. 20
5. "Insurance instruments provide returns as well as tax benefits to the investors." Explain. 20
6. "Insurance companies are designing flexi-products to attract and retain the investors." Comment. 20
7. Explain the concept of surrender value. How is it calculated ? 5,15
8. Write short notes on the following :
- (a) Non-price competition and insurance business
 - (b) Large sum assured policies rebate. 8,12