

IC-104

Fellowship

EXAMINATION QUESTION PAPERS NOV.2007



भारतीय बीमा संस्थान
INSURANCE INSTITUTE OF INDIA
Universal Insurance Building,
Sir P. M. Road, Fort,
Mumbai - 400 001

Price Rs. 10/-

FELLOWSHIP EXAMINATION REINSURANCE

Time: 3 Hours]

[Total Marks : 100

Answer any **FIVE** questions only.

All questions carry 20 marks each.

- | | Marks |
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| 1. Discuss IRDA Regulations on maintenance and submission of statistics, accounts and underwriting issues relating to re-insurance transactions . | 20 |
| 2. a) Explain the operation of a Facultative obligatory treaty and its uses . | 12 |
| b) What is Risk Excess of Loss Cover and what are its uses ? | 8 |
| 3. What are the risk factors considered for determining the schedule of retentions for property insurance ? | 20 |
| 4. Prepare first quarter, 2007 treaty account for Company 'A' on Fire Surplus Treaty from the following data :- | 20 |
| Premium : Rs. 2,00,000 | |
| Portfolio Entry :- | |
| Premium : Rs. 3,00,000 | |
| Loss : Rs. 1,50,000 | |
| Commission : 40% | |
| Taxes & charges : 1% | |
| Excess loss premium : 1% | |
| Claims paid : Rs. 50,000 | |
| Excess loss recovery : Rs. 10,000 | |
| Premium Reserve : 40% | |
| Credit for cash loss paid : Rs. 5,000 | |
| 5. "A reinsurance programme for insurance business manifests various interests which form part of the corporate philosophy of an insurer". Elaborate this statement. | 20 |
| 6. a) Identify the main reasons why a direct insurer write inward re- insurance business . | 10 each |
| b) What are the issues considered in drawing up of an underwriting policy for re-insurance ? | |

7. Write short notes on **any four** :-

- Profit Commission
- Probable Maximum Loss
- Credit Rating
- National Re of India
- Re-insurance documentation
- Alternative Risk Financing

8. "The use of Communication and Information Technology has transformed the statistical and procedural aspects of re-insurance business " Substantiate this statement .

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