

IC - 104

Fellowship

EXAMINATION QUESTION PAPERS NOV 2009



भारतीय बीमा संस्थान

INSURANCE INSTITUTE OF INDIA

Universal Insurance Building,

Sir P. M. Road, Fort,

Mumbai - 400 001.

FELLOWSHIP EXAMINATION
LAW AND ECONOMICS OF INSURANCE

Time: 3 Hours]

[Total Marks : 100

Attempt at least 2 questions each from Section 'A' and Section 'B'.

Total Questions to be attempted are 5 only.

All questions carry 20 marks each.

Section- 'A'		Marks
1.	a) State the essential Features of Insurance Contract.	10
	b) Explain the contractual capacity of:	10
	i) Married women.	
	ii) Corporation	
2.	a) A contract of insurance is not a wagering contract. What is a Wagering Contract? How does it differ from an Insurance Contract?	12
	b) What are the provisions relating to investments of funds of Life Insurance Corporation of India?	8
3.	a) Section 38 of Insurance Act is a complete code for assignment of a life insurance policy. Discuss the two types of Assignments. What are the rights of an assignee?	12
	b) What does Section 45 of Insurance Act 1938 indicate?	8
4.	a) Explain in detail as to how an agency can be created.	12
	b) What are the disqualifications prescribed under Sec. 42(4) of Insurance Act for being licensed as an Agent?	8
Section 'B'		
5.	a) Explain in detail the determinants of elasticity of demand.	12
	b) Distinguish between Static Economics and Dynamic Economics.	8
6.	a) Differentiate Monopoly and Perfect Competition.	10
	b) State the determinants of supply.	10

7. 'Profits can be maximised by bringing down the cost of production.' Do you agree with this statement? What are the various costs of production? 20
8. Write short notes on the following:- 5 each
- Frustration of contract
 - Study of Economics
 - Oligopoly
 - 'Insurance has to be sold rather than bought.'

— END —