

IC-104

Fellowship
**EXAMINATION
QUESTION
PAPERS
MAY 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.

<u>Section- 'A'</u>	Marks
1. Discuss in detail with examples the Agreements which are void under the Indian Contract Act.	20
2. a) Insurance is a Contract Under the Indian Contract Act. What are the distinguishing features of an Insurance Contract? b) Explain in detail the rights, duties and authority of an Agent.	10 each
3. Explain the nature of Contract of Agency. How is the relationship of Principal and Agent created?	20
4. a) State the provisions of Section 64 VB (i) of Insurance Act, 1938. b) How are requirements of Section 64 VB(i) are relaxed in following cases : i) Policies issued to Government and Semi-Government bodies. ii) Policies issued for a period of more than one year. iii) Policies of reinsurance.	10 each
<u>Section- 'B'</u>	
5. a) What is planned Economy ? How does it differ from market Economy? b) Explain in detail the determinants of Supply.	10 each
6. What are the factors of production? Explain their inter-dependence.	20
7. a) Explain in detail the factors which affect the elasticity of demand. b) What is Perfect Competition? Compare Perfect Competition with Monopoly.	10 each

8. How is the efficiency of an insurance enterprise measured?

20

Elaborate the different techniques available to measure such efficiency.

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Section A

1. Explain in detail with appropriate Agreements which the word under the heading Contract Act

2. a) Insurance is a Contract Under the Contract Act. What are the distinguishing features of an Insurance Contract?
b) Explain in detail the right, duty and liability of an Agent.

3. Explain the nature of Contract of Agency. How is the relation with it distinguished from Agency?

4. State the provisions of Section 17 (b) of Insurance Act, 1938.
b) How are requirements of Section 84 (a) satisfied in following cases:
(i) Policies issued in period of more than one year.
(ii) Policies of marine risk.

Section B

1. What is a joint company? How does it differ from a single company? Explain in detail the characteristics of joint company.

2. What are the factors of joint liability? Explain their inter-relationship.

3. Explain in detail the factors which affect the liability of joint insured.
b) What is Partner's Contribution? Compare Partner's Contribution with Joint Liability.