IRDA Agent Exam Question Paper - 3

Sample paper for LIC exam – Sample Test papers Module Test Question paper

1) Insurance works on the principle of

a Trust

b Sharing

c Randomness

d All of the above

2 Insurance is legitimate

a when an adverse happening is likely

b When an adverse happening is unlikely

c When an adverse happening is certain

d In all the above three situations

3 Insurance benefits replace

a All physical losses, in full

b All physical losses, partly

c All monetary losses, in full

d The monetary losses, but only to some extent

4 Which one of the following statements is correct?

a People hesitate to buy life insurance because they are not aware of their needs

b People hesitate to buy life insurance because they prefer to enjoy the present

c Both the statements are correct

d Both the statements are wrong

5 Which is the right time for taking life insurance?

a When you are about to get married

b Soon after you have got married

c Just when you are joined a new job

d All the three ‘times’ are right

6 Retention of risk may be done conveniently by

a Large corporations

b Small companies

c Single individuals

d None of the three

7 A valuation is done by a life insurer because

a It is a statutory requirement

b It is necessary to be able to declare dividends to shareholders

c It tells the insurer how well it is managing the business

d All of the above

8 The reason for charging level premiums is

a Risk increases as age increases

b It is convenient to the policyholder

c It is convenient to the insurer

d All the above reasons

9 What does a premium depend upon?

a The place of worship visited by the person to be insured

b The state of health of the policyholder

c The decision of the underwriter

d The report of the agent

10 State which one of the following statements is correct?

a In group insurance, a single policy is issued covering many persons

b A master policy covers servants of a master

c Both the statements above are correct

d Both the statements above are wrong

11 Which one of the following statements is correct?

a In a limited payment policy, there is a maximum limit to the SA

b In a limited payment policy, there is a maximum limit to the term

c Both the statements above are wrong

d Both the statements above are correct

12 Which one of the following statements is true with regard to Children’s policies?

a On vesting, the insured person has an option to change the term of the policy

b On vesting the insured person has an option to increase the SA

c Both the statements above are wrong

d Both the statements above are correct

13 Which of the following could be the basis of the cover in a group policy?

a Height of the life insured

b Age of the life insured

c Size of the insured’s family

d All the three above

14 Which one of the following statements is true with regard to Children’s policies?

a On vesting, the insured person has an option to change the term of the policy

b On vesting the insured person has an option to increase the SA

c Both the statements above are wrong

d Both the statements above are correct

15 Which one of the following statements is correct?

a Every plan of insurance is a combination of two basic plans

b The name given to a plan indicates the benefits available under the plan

c Both the statements above are correct

d Both the statement s above are wrong

16 Which one of the following statements is correct?

a Underwriting is done only when there is a medical examination

b Medical examination is necessary before a policy can be issued

c Both the statements above are correct

d Both the statements above are wrong

17 Which one of the following statements is correct?

a The underwriter determines the premium to be charged

b The underwriter is an employee of the insurer

c Both the statements above are correct

d Both the statements above are wrong

18 Which one of the following statements is correct?

a If the underwriter feels that the risk is more, he will accept at OR

b If the underwriter feels that the risk is more, he may impose a lien

c Both the statements above are correct

d Both the statements above are wrong

19 Which one of the following statements is correct?

a The schedule of a policy is not altered after the policy is issued

b Changes in the terms of the policy are made through endorsements

c Both the statements above are correct

d Both the statements above are wrong

20 The date of issue of the FPR indicates

a The date when the risk effectively begins

b The date when the next premium falls due

c The date when the policy will commence

d None of the above

21 Which one of the following statements is correct?

a In the case of SSS policies, renewal premium receipts are issued

b In the case of SSS policies, FPRs are issued

c Both the statements above are correct

d Both the statements above are wrong

22 Which one of the following statements is correct?

a Assignee is free from the assignor’s obligations under the policy

b A nomination is automatically cancelled when a loan is taken under the policy

c Both the statements above are correct

d Both the statements above are wrong

23 Which one of the following statements is correct?

a The beneficiaries under the MWP Act can be any member of the family

b A policy can be taken under the MMWP Act for the benefit of parents

c Both the statements above are correct

d Both the statements above are wrong

24 Which one of the following statements is correct?

a Foreclosure can be done only with the consent of the policyholder

b Foreclosure can be done only after informing the policyholder

c Both the statements above are correct

d Both the statements above are wrong

25 Which one of the following statements is correct?

a Revivals are not done unless the entire outstanding premium is paid

b Revivals are not done unless the underwriter agrees

c Both the statements above are correct

d Both the statements above are wrong

26 Which one of the following statements is correct?

a Foreclosure action cannot be taken till a notice is served on the policyholder

b When a foreclosure action is taken, nothing is payable to the policyholder

c Both the statements above are correct

d Both the statements above are wrong

27 Which one of the following statements is correct?

a The beneficiaries under the MWP Act can be any member of the family

b A policy can be taken under the MMWP Act for the benefit of parents

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28 Which one of the following statements is correct?

a A presumption of death is not the same as proof of death

b Presumption of death allows inheritance of property

c Both the statements above are correct

d Both the statements above are wrong

29 When does a claim arise under an insurance policy?

a Whenever the policyholder feels the need for money

b When the ins