

9 NOV 2024

NATIONAL LAW UNIVERSITY, JODHPUR
(School of Insurance Studies)
End Term Examination- July -November 2024
Semester: MBA I (Insurance)
Subject: Fire Insurance

Time Allowed: 3.0 Hours

M.M.100

Instruction

1. Attempt any five questions, all question carries equal marks.
2. Start each question with new page with clearly mentioning Q. No and subsection if any.
3. Simple calculator is permitted in examination hall.

Q.No.1. : What do you understand by Industrial All Risk Policy. Discuss its salient features and how it is different from other SFSP policy .

Q.No.2: What do you mean by Fire business interruption policy. Discuss in reference with

- a) Who can take this policy.
- b) What are the Consequences of Business interruption

Q.No 3 : (A) Additional in built covers in Bharat Laghu Udyam Suraksha.

(B) What are the exclusions under Bharat Griha Suraksha Bima policy.

Q.No. 4: (A) What do you understand by PML in fire insurance policy. Discuss

(B) Terrorism is a big menace for insurance industry. Discuss.

Q.No.5: M/S Galaxy Cement Plant took SR&SP from you company 01/01 /2024 to 31/12/2024 .On 31/03/2024 heavy storm and cyclone hit the industry caused damage to insured Building, Plant and machinery and Stocks. Your company charged the premium @ 3.5% Other details are as under.



Property covered	Sum Insured (In Lacs)	Value of property (In Lacs)	Gross assessed loss (In Lacs)
Building	100	130	60
Plant & Machinery	300	450	90
Stock	600	700	250

- Building is 4 years old and Rate of Depreciation @ 5% per annum.
 - Machinery is 10 years old and Rate of Depreciation @ 5% per annum.
 - Policy excess Rs 5.0%
- Salvage Value Building Rs 40,000/, Machinery Rs 80,000/and Stock Rs 1,10,000
Calculate the Loss payable to the client.

Q.No 6: (A) What are the Salient features of Fire Declaration Policy. Discuss

(B) Sudesh Chemical have taken fire Declaration policy from ABC insurance company. The detail of the policy are as under:

- Policy Period 01.04.2022 to 31.03.2023
- Sum Insured 500 Lacs
- Rate of Premium @ 2.75 per mille
- For E.Q. @.30 per mille

The details of the declarations are as under:

The declaration made by the customers for the policy period are as under

S. No.	Month	Declaration made (in lacs)
1	Apr.	120
2	May.	150
3	June	450
4	July	NIL
5	Aug.	175
6	Sep.	No declaration
7	Oct.	100
8	Nov.	380
9	Dec.	Nil
10	Jan.	130
11	Feb.	560
12	Mar.	45
TOTAL		2110

Calculate the premium which will be charged from the client.