Assess the fire insurance coverage's

November, 2014

[Time: 3 Hours]

10Marks

Practise 4

Q. 1 Answer any three of the following:

a) What is meant by ‘Bush Fire’ and how it is different from ‘Forest Fire’ as covered under ‘Add-on’ cover of fire policy paying additional premium?

b) State any eight specific details that are required to be incorporated under ‘Risk Inspection Report’ (for pre-acceptance inspection of a Fire Risk).

c) Declaration Policy cannot be issued for certain types of stocks-mention two of them and give reasons for that.

d) Enumerate the rating factors for fire risks in this Detariffed Indian market.

Practise 4

Q. 2 Discuss any three of the following:

a) Under what circumstance fire insurance policy ceases?

b) Termination of insurance cover

c) ‘Cover’ for ‘Bursting and / or over flowing of water Tanks, Apparatus of Pipes’.
d) Leakage of automatic sprinklers

Q.3 Explain any three of the following:
   a) Underinsurance
   b) Damage to electrical machines under Fire policy
   c) Subsidence land side including land slide
   d) Notice to insurer after loss

Q.4 Enumerate any two of the following in respect of Consequential Loss (Fire) Insurance Policy:
   a) ‘Accumulated Stock’ Clause
   b) ‘The trend of the business’ Clause
   c) Adjustment Clause

Q.5 Define any two of the following:
   a) Consequential losses which are not covered in Loss of profit policy.
   b) Declaration clause
   c) Spoilage of material damage

Q.6 State and briefly explain any two of the following:
   a) ‘Rate of Gross Profit’ as calculated for Consequential Loss Policy Loss settlement.
b) ‘Increase in Cost of Working’ as paid as loss minimising measures in Consequential Loss (Fire) Policy.
c) The meaning of ‘Saving in Insured Standing Charges’ in claim computation.

Q.7 Define any four of the following:
   a) Indemnity Period of Consequential Loss (fire) policy
   b) Chomage and “Percentage of Fire Loss” policy
   c) Designation of Property clause
   d) Spontaneous combustion
   e) Agreed Bank clause
   f) Co-insurance clause
   g) Flash point
   h) Combined policies in U.K. Market

Discuss in detail the issue arising out of De-tariffication of Fire Insurance.

Q.8 Expalin the following:
   a) Spontaneous combustion.
   b) Exclusions under IAR policies.
Q.10  a) What are the determinates for 'Insurance Pricing'?
     b) Mention the main underwriting factors and primary requirements for Detariff Pricing.

समाप्त -End