

International Islamic University Chittagong  
Department of Business Administration  
Program: BBA

Final-Term Examination, Autumn Semester-2018

Course Title: Principles of Insurance and Takaful, Course Code: FIN-4704

Time: 2 Hours 30 Minutes

Marks: 50

(Answer any five of the following questions. Different parts of same question must be answered serially)

- Question no:1** a. Define Marine Insurance. Discuss various types of Marine insurance. 5  
b. What are the necessary documents required by policyholders for settling claim in marine insurance in case of partial loss and Total loss. 3  
c. Under what circumstances stay, deviation and touch are considered in marine Insurance 2
- Question no:2** a. What do you mean by sue and Labor clause? Mentions different grounds for considering charges under this clause. 3  
b. Analyze various factors that affect premium calculation in marine insurance? 3  
c. "Generally, Insurance premiums are not returnable but some situations that results return of premium to insured"-Explain them. 4
- Question no:3** a. Outline the subject matter of fire insurance. Describe the claim settlement procedure in fire insurance. 6  
b. What do you mean by policy condition? Discuss various types of policy conditions in fire insurance. 4
- Question no:4** a. What are the principles of rate fixation in fire insurance? Discuss 4  
b. Mr. Rahim wants to issue a life insurance policy in Padma life insurance company. What are the factors insurance companies considers in determining the premium of this policy? Discuss. 6
- Question no:5** a. Explain in briefly the selection of risk and purposes of the selection of the risk in life insurance. 3  
b. What is the basic difference between Gross premium and Net premium? 2  
c. List underlying assumptions of premium calculation. 3  
d. Mention different steps of premium calculation. 2
- Question no:6** a. Define the term Takaful. Compare and contrast between takaful and insurance. Why Takaful is better than conventional insurance? (1+3+2) 6  
b. Describe the takaful operating models exist in Islamic economy. 4
- Question no:7** a. Discuss the Re-Takaful and its Challenges in Re-Takaful Industry. 4  
b. What are the limitations of conventional Insurance that leads to development of Takaful? 3  
c. Explain various stakeholders of Takaful. 3