

International Islamic University Chittagong.

Department of Business Administration

Program: BBA.

Final-Term Examination, Spring Semester-2019

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)

1. (a) Explain the subject matter of marine insurance according to marine insurance act-1906. **03**  
(b) What do you mean by clause in marine insurance? Describe different clauses practice in today's marine insurance industry. **07**
2. (a) Define the term sue and labor charges. Mention some features of sue and labor charges. **03**  
(b) Describe the stimulus affecting the calculation of cargo insurance premium. **04**  
(c) Mr. Kamal is a marine insurance policy holder. His subject matter is destroyed by the peril mention in the policy. He goes to insurance company for compensation. In that situation what are the documents Mr. Kamal submit for claim settlement. **03**
3. (a) Discuss the various fire insurance policies practice in fire insurance industry in Bangladesh. **06**  
(b) Critically describe the various methods of calculating fire insurance premium. **04**
4. (a) Why endowment policy is costlier than any other life insurance policy? **02**  
(b) State underlying assumptions relevant to life insurance premium. **04**  
(c) Critically explain various steps of calculating life insurance premium. **04**
5. (a) Define the term Takaful. Discuss various Shari'ah contract associated Takaful. **05**  
(b) Explain various takaful models practice in today's takaful industry for general Takaful and Family Takaful. **05**
6. (a) Describe the operational framework of takaful. **05**  
(b) Discuss various types of re-takaful. Elucidate Takaful stakeholders in brief. **04**
7. (a) Mrs. Rahima is a distributor of Square group. She takes thirty five types of products from square group which later distribute wholesaler and retailer over the year. Mrs. Rahima has a warehouse where products are store and issue a fire insurance policy over the warehouse in General insurance company. Within the policy duration her warehouse is destroyed by those perils mention in the policy. If Mrs. Rahima claims compensation what procedure General insurance company follows to settle this claim? Discuss **06**  
(b) Write short note on following topics: **04**  
Surrender value, selection of risk, underwriting, fire insurance