

**ISQ Examination (Summer-2012)  
An Introduction to Insurance – Associateship**

- Q. Explain the following terms:**
- A) Offer and acceptance in insurance contract**
  - B) Subject Matter of Insurance**
  - C) Proximate cause of loss**
- Q. What is your understanding with regard to the following:**
- A) “Insured and the Insurers”**
  - B) Utmost good faith**
  - C) “Claim Manager and the Loss Assessor”**
- Q. What do you know about Insurances transfer and pooling of risk? Explain.**
- Q. Define Group Insurance, Employers liability insurance and public liability insurance.**
- Q. What is Re-insurance? Indicate the reasons for obtaining re-insurance policy?**
- Q. Define “the classification of risk”. What are its important classes? Describe them and also explain the risk management and its role?**
- Q. Your friend owns and runs a restaurant. He has requested you to guide him on suitable insurance coverage for his business. Describe the types of insurance coverage available for him and suggest the most suitable one.**
- Q. A very high valued Chemical Plant recently installed with advance technology and absolutely new machinery have been advised by their insurance company to insure the same on Reinstatement Basis. What do you understand by “reinstatement basis” and do you think the insurance company advice is useful. Give full reasons in support of your answer.**
- Q. Mr.XYZ had his car insured with ABC insurance on comprehensive terms. He accidentally hit a pedestrian on the road. The family of the injured pedestrian claimed on Mr.XYZ for pedestrian medical treatment. Should XYZ pay from his own pocket or lodge a claim on ABC insurance for compensation. Give your answer with reasons.**
- Q. Describe the Terms of Reference of the Audit Committee in accordance with the Code of Corporate Governance applicable to all Public Limited Companies.**

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