



Name : .....

Roll No. : .....

Invigilator's Signature : .....

**CS / BIRM / SEM-6 / BIRM-601 / 2012**

**2012**

**GROUP AND HEALTH INSURANCE**

Time Allotted : 3 Hours

Full Marks : 70

*The figures in the margin indicate full marks.*

*Candidates are required to give their answers in their own words  
as far as practicable.*

**GROUP – A**

**( Multiple Choice Type Questions )**

1. Choose the correct alternatives for the following :

10 × 1 = 10

- (i) The term "employee benefits" includes which of the following categories contributions ?
- a) Social security
  - b) Unemployment compensation insurance
  - c) Non-occupational disability insurance
  - d) None of these.
- (ii) A 'Master Policy' refers to
- a) Policy Master
  - b) Policy issued to a Head Master
  - c) A single policy covering large number of individuals
  - d) None of these.



(iii) The premium payable under a Group Insurance Policy is

- a) Risk Premium that changes year on year basis
- b) Level Premium
- c) Fixed Premium for five years
- d) Neither of these.

(iv) Statement A : In most of the group insurance schemes the premium is paid by the employer.

Statement B : The group and health insurance premiums paid by employer for the welfare of their employees are treated as business expense u/s 36(1) of Income Tax Act, 1961.

Statement C : The premium paid by an employer in force and maintains any group insurance policy is not treated as a perquisite u/s 17(2) (V) in the hands of such employees.

- a) Statements A and C are correct
- b) Statements A and B are correct
- c) All of these statements are correct
- d) None of these statements is correct.

(v) Which of the following could be the basis of the cover in a group policy ?

- a) Amount of annual income
- b) Level in the hierarchy
- c) Age of the person
- d) All of the these.

(vi) Which one of the following statements is correct ?

- a) A bank can take out group policy for its account holders.
- b) A sports club can get a group policy for its members.
- c) Both the statements are correct
- d) Both the statements are wrong.



(vii) Which of the following statements are correct ?

- a) Group policies are popular because of legal compulsion
- b) Group policies give employees better benefits than legally required
- c) Both the statements are correct
- d) Both the statements are wrong.

(viii) Which one of the following statements is correct ?

- a) In group insurance, the proposal is made by the employer
- b) In group insurance, the proposal is made by each of the insured
- c) Both the statements are correct
- d) Both the statements are wrong .

(ix) Which one of the following statements is correct ?

- a) Trustees have to be appointed in all group policies
- b) All group policies need approval of the Income Tax Department
- c) Both the statements are correct
- d) Both the statements are wrong.

(x) Insurance premium paid under health insurance plan in India by cheque avails 100% deduction u/s ..... of Income Tax Act, 1961.

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|--------|--------------|
| a) 80C | b) 88        |
| c) 80D | d) 10 (10D). |



**GROUP – B**

**( Short Answer Type Questions )**

Write short notes on any *three* of the following.

3 × 5 = 15

2. Dreaded Disease Rider.
3. Tertiary Care Insurance.
4. Domiciliary Hospitalization Benefit.
5. Waiver Premium Benefit Rider.
6. Periodic Income Payment.

**GROUP – C**

**( Long Answer Type Questions )**

Answer any *three* of the following. 3 × 15 = 45

7. Give a detailed description of Employees State Insurance Scheme. Highlight the social security benefits under the scheme.
8. What is Pension ? Discuss the importance of Group Super Annuation scheme as a retirement solution.
9. What are the different factors affecting underwriting of group insurance ?
10. Write down the features of Group Mediclaim policy. Explain the group discounting policy including "low claim ratio discount" and "high claim ratio loading".
11. Explain briefly any *two* of the following :
  - a) Cancer Policy
  - b) LALGI
  - c) Eligible group.