



TOP4SURE PRACTICE TEST NO. 3

Test Duration: -

Time Left:

Q 1. What is not included in the UN Security Council Resolution 1373 of 2001?

- ☐ Giving prior notice to such persons/entities before freezing
- ☐ The Nodal Officer IS(I) to forward the list to insurers for freezing policies.
- ☐ MHA to examine request from other countries and forward, along with their comments, such request to the Nodal Officer for IS (I) Division for freezing funds/assets
- ☐ Freezing the funds and assets of persons who commit or attempt to commit terrorists acts
- ☐ Freezing funds and assets of persons acting on behalf of or under instructions of persons who have or are likely to commit terrorists acts

❌ UnAttempted

CORRECT ANSWER:

Giving prior notice to such persons/entities before freezing

Explanation:

U.N. Security Council Resolution 1373 obligates countries to freeze without delay the funds or other assets of persons who commit, or attempt to commit, terrorist acts or participate in or facilitate the commission of terrorist acts; of entities controlled





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Giving prior notice to such persons/entities before freezing

Explanation:

U.N. Security Council Resolution 1373 obligates countries to freeze without delay the funds or other assets of persons who commit, or attempt to commit, terrorist acts or participate in or facilitate the commission of terrorist acts; of entities controlled directly or indirectly by such persons; and of persons and entities acting on behalf of, or at the direction of such persons and entities, including funds or other assets derived or generated from property owned or controlled, directly or indirectly, by such persons and associated persons and entities.

The freezing orders shall take place without prior notice to the designated persons involved.

Q 2. As co-relation between asset classes is not fixed, returns on and investments based on MPT can be impacted by _____



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- ☐ Invalid classification
- ☐ Insufficient data
- ☐ Invalid data
- ☐ External events
- ☐ Incorrect classification

UnAttempted

CORRECT ANSWER:

External events

Explanation:

The fundamental concept behind MPT is that the assets in an investment portfolio should not be selected individually, each on their own merits.

Under certain assumptions and for specific quantitative definitions of risk and return, MPT explains how to find the best possible diversification strategy.

However, there are a number of arguments against it:

- financial returns do not follow a symmetric distribution
- correlation between asset classes is not fixed but can vary depending on external events (especially in crises).
- growing evidence that investors are not rational and markets are not efficient



Q 3. Claims against marine policies covering exports may be settled through_____ if so desired by the insurers.

- ☐ A foreign insurer
- ☐ A foreign bank
- ☐ No such option available
- ☐ An overseas claim settling agent
- ☐ The Government of the importing country

⊘ UnAttempted

CORRECT ANSWER:

An overseas claim settling agent

Explanation:

Claims against marine insurance policies covering exports may also be settled through the overseas claims settling agents, if so desired by insurers.

Q 4. Why reserving policy is important to senior managers?



Q 4. Why reserving policy is important to senior managers?

- ☐ It boosts the company image
- ☐ It reflects the company net worth
- ☐ It provides an early warning of future problems
- ☐ It eliminates the risk of over-exposure to a small group of customers
- ☐ It dictates the publicity and advertising policy

UnAttempted

CORRECT ANSWER:

It provides an early warning of future problems

Explanation:

Reserving is also of great importance to company senior management as it

1. indicates the relative profitability of various parts of the portfolio
2. highlights trends
3. provides an early warning of future problems



Q 5. In order to maintain financial health and solvency, insurers need to do their business _____.

- ☐ Vigorously
- ☐ Prudently
- ☐ Competitively
- ☐ At the fast pace
- ☐ Enthusiastically

☒ UnAttempted

CORRECT ANSWER:

Prudently

Explanation:

Insurers are expected to do their business prudently and remain financially healthy and strong.

Q 6. Identify the details which are not to be mandatorily displayed on the homepage of the web aggregator.

- ☐ The prospect's / visitor's particulars could be shared with insurers
- ☐ Tentative premium calculation of atleast three assurance providers in the market
- ☐ "Insurance is the subject matter of solicitation"



Q 6. Identify the details which are not to be mandatorily displayed on the homepage of the web aggregator.

- ☐ The prospect's / visitor's particulars could be shared with insurers
- ☐ Tentative premium calculation of atleast three assurance providers in the market
- ☐ "Insurance is the subject matter of solicitation"
- ☐ "The information displayed on this website is of the insurers with whom our company has an agreement"
- ☐ Unbiased and factual comment on the lead insurance products listed on the website

UnAttempted

CORRECT ANSWER:

Tentative premium calculation of atleast three assurance providers in the market

Explanation:

Insurance Web Aggregators shall disclose prominently on the home page, a notice that:

- i. **the Prospect's / visitor's particulars could be shared with insurers.**
- ii. **"the information displayed on this website is of the insurers with whom our company has an agreement".**

Insurance Web Aggregators shall not display ratings, rankings, endorsements or bestsellers of insurance products on their website. The content of the websites of the Insurance Web Aggregators shall be unbiased and factual in nature; they shall desist from commenting on insurers or their products in their editorials or at any other location in their websites.



Q 7. Reserves which arise out of under – valuation of assets or over – valuation of liabilities are called as _____.

- ☐ Bonus Reserves
- ☐ Hidden Reserves
- ☐ Unaccounted Reserves
- ☐ Unexpected Reserves
- ☐ Unplanned Reserves

UnAttempted

CORRECT ANSWER:

Hidden Reserves

Explanation:

There may be reserves which are not evident in the publish accounts. These may arise out of under valuation of assets or over valuation of liabilities. They are called as hidden reserves.

Q 8. Karan wants to appeal before the Supreme Court against the order passed by National Commission to award him Rs. 90,000 with regards to a case filed by him. The deposit amount he shall have to maintain in this case is _____.

- ☐ Rs. 45,000



Q 8. Karan wants to appeal before the Supreme Court against the order passed by National Commission to award him Rs. 90,000 with regards to a case filed by him. The deposit amount he shall have to maintain in this case is _____.

- ☐ Rs. 45,000
☐ Rs. 60,000
☐ Rs. 50,000
☐ Rs. 40,000
☐ Rs. 90,000

UnAttempted

CORRECT ANSWER:

Rs. 45,000

Explanation:

Rule for appeal before the Supreme Court (Section 23):

- Against the order of the National Commission – Appeal period 30 days
- subject to deposit of 50% of the amount awarded

In the above example, the deposit amount will be Rs. 45000 (50% of Rs. 90000)



Q 9. How you consider the "Hawala" system of money transfer?

- ☐ An investment
- ☐ Sale of capital asset
- ☐ A banking transaction
- ☐ A money laundering transaction
- ☐ A legitimate financial transaction

⊘ UnAttempted

CORRECT ANSWER:

A money laundering transaction

Explanation:

Some countries have well-established, alternative banking systems that allow for undocumented deposits, withdrawals and transfers. These are trust-based systems with ancient roots that leave no paper trail and operate outside the control of government.

Examples include the "Hawala" system in India.



Q 10. Which of the following is IRDAI's jurisdiction?

- ☐ Inter-national
- ☐ The State of Maharashtra
- ☐ National
- ☐ New Delhi
- ☐ Mumbai

⊘ UnAttempted

CORRECT ANSWER:

National

Explanation:

IRDA is the regulator of insurance business in India. It is a national agency of the Government of India formed by an Act of Parliament known as the IRDA Act 1999.

Q 11. Without the prior permission of _____, Resident Indians cannot take insurance cover of any kind with insurance companies in foreign countries.

- ☐ No one



Q 11. Without the prior permission of _____, Resident Indians cannot take insurance cover of any kind with insurance companies in foreign countries.

- ☐ No one
- ☐ SEBI
- ☐ RBI
- ☐ Ministry of external affairs
- ☐ Indian Insurance Companies Association

UnAttempted

CORRECT ANSWER:

RBI

Explanation:

Persons, firms, companies' etc. resident in India are not permitted to take insurance cover of any kind with insurance companies in foreign countries without the prior permission of Reserve Bank.

Besides, permission of Government of India under General Insurance Business (Nationalisation) Act, 1972, is also required to be taken in such cases.



Q 12. Discounts on which of the following cannot be part of incentives/rewards for wellness and/or preventive habits?

- ☐ Merchandise
- ☐ Premium
- ☐ Pharmaceuticals
- ☐ Diagnostics
- ☐ Consultation services

UnAttempted

CORRECT ANSWER:

Merchandise

Explanation:

A program intended to improve and promote health and fitness that's usually offered through the work place, although insurance plans can offer them directly to their enrollees.

The program allows your employer or plan to offer you premium discounts, cash rewards, gym memberships, and other incentives to participate.



Q 13. Identify from the following, the valid reason for an insurer to decline any transfer or assignment or endorsement of an insurance policy.

- ☐ If the insurer is not satisfied that the assignment is bonafide
- ☐ If the sum assured is very large
- ☐ It is not in public interest
- ☐ It is not in interest of policy holder
- ☐ It is for the purpose of trading of insurance policy

⊘ UnAttempted

CORRECT ANSWER:

If the insurer is not satisfied that the assignment is bonafide

Explanation:

If the insurer is not satisfied that the assignment is bonafide, there would be an option to decline to register the assignment or transfer upon reasons in writing to be communicated to the policyholder.

Q 14. Which kinds of insurance were not regulated by law prior to Insurance Act of 1938?



Q 14. Which kinds of insurance were not regulated by law prior to Insurance Act of 1938?

- ☐ Medical and Accident Insurance
- ☐ Life and Natural Calamities
- ☐ Fire, Accident and Marine Insurance
- ☐ Third Party and Motor Vehicle Insurance
- ☐ Life, Fire, Accident, Marine, Medical, Motor Vehicle and Third Party Insurance

UnAttempted

CORRECT ANSWER:

Fire, Accident and Marine Insurance

Explanation:

With the growth of fire, accident and marine insurance, the need was felt to bring such kinds of insurance within the purview of the Act of 1912. While there were a number of attempts to introduce such legislation over the years, non-life insurance was finally regulated in 1938 through the passing of the Insurance Act, 1938 ("Act of 1938").

The Insurance Act, 1938 along with various amendments over the years continues till date to be the definitive piece of legislation on insurance and controls both life insurance and general insurance.

General insurance, in turn, has been defined to include "fire insurance business", "marine insurance business" and "miscellaneous insurance business", whether singly or in combination with any of them.

- Q 15. Identify the type of complaints which fall under the purview of the Insurance Ombudsman. 1. Non issuance of any document to the customer after receiving the premium 2. Dispute regarding premium paid or payable in terms of insurance policy 3. Dispute regarding legal construction of policy wording relating to claims
- ☐ Only 1
 - ☐ Only 2
 - ☐ 1 and 2
 - ☐ 1 and 3
 - ☐ 1, 2 and 3

🚫 UnAttempted

CORRECT ANSWER:

1, 2 and 3

Explanation:

Following nature of complaints come within the purview of the Insurance Ombudsman:

- a. Delay in settlement of claims, beyond the time specified in the regulations, framed under the IRDAI Act, 1999.
- b. Any partial or total repudiation of claims by the Life insurer, General insurer or the Health insurer.
- c. Any dispute about premium paid or payable in terms of insurance policy
- d. Misrepresentation of policy terms and conditions at any time in the policy document or policy contract.
- e. Legal construction of insurance policies in so far as the dispute relates to claim.
- f. Policy servicing related grievances against insurers and their agents and intermediaries.
- g. Non issuance of insurance policy after receipt of premium

Q 16. Identify the business which is regulated by IRDAI.

- ☐ Only LIC
- ☐ Policy holders
- ☐ Life insurance companies
- ☐ General and health insurance companies
- ☐ All insurance sectors

UnAttempted

CORRECT ANSWER:

All insurance sectors

Explanation:

Insurance Regulatory and Development Authority of India (IRDAI), is a statutory body formed under an Act of Parliament, i.e., Insurance Regulatory and Development Authority Act, 1999 (IRDAI Act 1999) for overall supervision and development of the Insurance sector in India.

Q 17. IRDAI would _____ Jeevan Akshay, Jeevan Dhara and Jeevan Suraksha, had it been in existence when they were launched.

- ☐ Have approved



Q 17. IRDAI would _____ Jeevan Akshay, Jeevan Dhara and Jeevan Suraksha, had it been in existence when they were launched.

- ☐ Have approved
- ☐ Not have approved
- ☐ Have endorsed
- ☐ Have promoted
- ☐ Have been very happy

⊘ UnAttempted

CORRECT ANSWER:

Not have approved

Explanation:

Jeevan Dhara, Jeevan Suraksha and Jeevan Akshay were launched in the 1980s and 90s with assured returns of 11-12%, but with the drop in interest rates, the actual yield on investments is much lesser than what investors have been earning.

A senior Insurance Regulatory and Development Authority (IRDA) official said the regulator would not have approved these LIC schemes had it been in existence when they were launched.



Q 18. Which is not a valid document for the purpose of KYC, in the case of contracts with companies?

- ☐ Unaudited balance sheet
- ☐ Certificate of incorporation
- ☐ Resolution of Board of Director
- ☐ Memorandum and Article of Associations
- ☐ Power of attorney granted to a manager to transact business on its behalf

UnAttempted

CORRECT ANSWER:

Unaudited balance sheet

Explanation:

In addition to KYC documents of the Directors of the company, the following documents should be obtained for contracts with companies:

1. Certificate of Incorporation
2. Certificate of Commencement of Business (in case of Public Ltd Co.)
3. Memorandum & Articles of Association duly certified by a Director/Secretary as true copy.
4. A copy of the latest Audited Balance Sheet & Profit and Loss Account in case of Public Ltd. Company.
5. A resolution from the Board of Directors and power of attorney granted to its managers, officers or employees to transact on behalf. and
6. An officially valid document in respect of managers, officers or employees holding an attorney to transact on its behalf

Q 19. A complaint can be made to the appropriate forum in writing within _____ from the date on which the cause of action arose, as per the Consumer Protection Act, 1986.

- ☐ 6 months
- ☐ 18 months
- ☐ 1 Year
- ☐ 2 Years
- ☐ 3 Years

UnAttempted

CORRECT ANSWER:

2 Years

Explanation:

As per the Consumer Protection Act, 1986, a complaint can be made to the appropriate Forum in writing within two years from the date on which the cause of action arose.

X`

Q 20. _____ can be appointed in case
Representative

Closed Grailed Fees Calculator | SmartFeeCalculator

Undo



Q 20. _____ can be appointed in case a nominee is a minor.

- ☐ Representative
- ☐ Legal Heir
- ☐ Guardian
- ☐ Appointee
- ☐ Minor cannot be appointed as nominee

UnAttempted

CORRECT ANSWER:

Appointee

Explanation:

Nomination can be in favour of a minor, in which case, the life assured can appoint an appointee to receive policy moneys on behalf of the minor nominees in case of death of the life assured during the minority of the nominee and before the date of maturity.

Q 21. Mr. X has purchased an ULIP which offers a Life cover of Rs. 5 lacs. The annual premium for the policy is Rs. 50000 and life cover and other charges are 20% of



Q 21. Mr. X has purchased an ULIP which offers a Life cover of Rs. 5 lacs. The annual premium for the policy is Rs. 50000 and life cover and other charges are 20% of premium in the 1st year. Balance 80% is invested in units at offer price Rs. 10. After 1 year the NAV has become Rs. 12. Study the above scenario and select the correct option from the following.

- ☐ Mr. X has gained Rs. 4000/-
- ☐ Mr. X has lost Rs. 4000/-
- ☐ Mr. X has lost Rs. 8000/-
- ☐ Mr. X has gained Rs. 8000/-
- ☐ Mr. X has gained Rs. 10000/-

UnAttempted

CORRECT ANSWER:

Mr. X has gained Rs. 8000/-

Explanation:

Investment Amount is 80% of Rs.50000 which is Rs, 40000/-

This amount is invested at NAV of Rs.10.

Therefore Mr. X will be allotted 4000 units (Rs.40000/Rs.10)

The returns that Mr.X will earn are tied to the NAV of the fund.

As the NAV of the fund has increased by Rs.2 (become Rs. 12),

Mr. X will gain Rs. 8000 (Rs.2 x 4000 units).

Q 22. Identify from the following which is not a part of "Fit and Proper" criteria for Principal Officer of an insurance marketing firm.

- ☐ Efficiency and integrity
- ☐ Being of sound mind
- ☐ Financial integrity
- ☐ Being involved in social service activities
- ☐ Having a good character and reputation

UnAttempted

CORRECT ANSWER:

Being involved in social service activities

Explanation:

Principal Officer of the Insurance Marketing Firm must be considered as a 'fit and proper person'. To be considered a "fit and proper person", the following criteria would be considered:

- **Financial integrity;**
- **Absence of convictions or civil liabilities;**
- **Competence;**
- **Good reputation and character;**
- **Efficiency and honesty; and**
- **Absence of any disqualification to act as an intermediary as stipulated in the Act, as amended from time to time.**



Q 23. Any change in advertisement would be considered which advertisement?

- ☐ An illegal
- ☐ A new
- ☐ An invalid
- ☐ A cancelled
- ☐ A misleading

UnAttempted

CORRECT ANSWER:

A new

Explanation:

Any change in an advertisement would be considered a new advertisement.

Q 24. Which of the following is not compulsorily covered by Motor Vehicle Insurance?

- ☐ Damage to 3rd party vehicle
- ☐ Death of 3rd party
- ☐ Damage to own vehicle



Q 24. Which of the following is not compulsorily covered by Motor Vehicle Insurance?

- ☐ Damage to 3rd party vehicle
- ☐ Death of 3rd party
- ☐ Damage to own vehicle
- ☐ Injuries to paid driver
- ☐ Injuries to fare paying passengers

UnAttempted

CORRECT ANSWER:

Damage to own vehicle

Explanation:

According to Motor Vehicles Act, 1988, no motor vehicles can be used in a public place unless there is in force in relation to that vehicle a policy of insurance issued by an authorized insurer.

This policy is required to cover the insured's liability in respect of death or bodily injury of certain persons (e.g. third parties, fare-paying passengers, paid drivers, etc) and damage to property of third parties.

Q 25. What was the purpose to create a competition amongst the 4 subsidiaries of the GIC?



Q 25. What was the purpose to create a competition amongst the 4 subsidiaries of the GIC?

- ☐ To keep the insurance premiums at the minimum through competition
- ☐ To render effective services in the field of general insurance in all parts of India
- ☐ To render effective services in the field of life insurance in all parts of India.
- ☐ To ensure that insurance agents do not violate professional ethics by disclosing the business of one entity into another
- ☐ To render effective services in the field of life and general insurance in all parts of India

UnAttempted

CORRECT ANSWER:

To render effective services in the field of general insurance in all parts of India

Explanation:

The main purpose to promote competition among 4 subsidiaries is that effective services in the field of general insurance are rendered by them in all parts of India.

Q 26. Yasmin has done an absolute assignment of a policy in favour of Nur. Nur dies in an accident. The policy will mature in the next few days. Identify from the



Q 26. Yasmin has done an absolute assignment of a policy in favour of Nur. Nur dies in an accident. The policy will mature in the next few days. Identify from the following the correct option regarding the policy moneys to be payable.

- ☐ Nur's nominee
- ☐ Nur's legal heir/s
- ☐ To Yasmin as the assignee has died
- ☐ Based on the Succession Laws
- ☐ The insurance company will let the court decide on who will receive the policy money

UnAttempted

CORRECT ANSWER:

Nur's legal heir/s

Explanation:

In case of the death of the assignee, the property will devolve upon his/her legal successors. There can be one or more assignees; the policy moneys will have to be paid to the legal heirs of the deceased assignee/assignees.

Q 27. Who is an independent office to provide speedy and cost- effective resolution of grievances of customers?

- ☐ The Insurance Ombudsman
- ☐ The Conflict resolution cell



Q 27. Who is an independent office to provide speedy and cost- effective resolution of grievances of customers?

- ☐ The Insurance Ombudsman
- ☐ The Conflict resolution cell
- ☐ Insurance Co-ordinator
- ☐ Consumer grievance cell
- ☐ Grievance resolution committee

UnAttempted

CORRECT ANSWER:

The Insurance Ombudsman

Explanation:

The Insurance Ombudsman is an independent office to provide speedy and cost effective resolution of grievances to the customers.

Q 28. In order to carry out its duties and functions, IRDAI _____.



Q 28. In order to carry out its duties and functions, IRDAI _____.

- ☐ Cannot levy any charges
- ☐ Can levy fees and other charges
- ☐ Charge a retainer to every insurer registered with it
- ☐ Ask for contributions from IAI
- ☐ Gets a grant from the Governments, of the where it has its offices

UnAttempted

CORRECT ANSWER:

Can levy fees and other charges

Explanation:

Under Section 14 of the IRDA Act, 1999 IRDA can levy fees and other charges for carrying out the purposes of this Act.

Q 29. Which are the broadly classified 3 stages of money laundering?

- ☐ Buying, Using, Discarding
- ☐ Scrubbing, Rinsing, Drying
- ☐ Obtaining, Placing, Receiving payout



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- ☐ Buying, Using, Discarding
- ☐ Scrubbing, Rinsing, Drying
- ☐ Obtaining, Placing, Receiving payout
- ☐ Placement, Layering, Integration
- ☐ Accounting, Filing Tax Return, Paying Tax

UnAttempted

CORRECT ANSWER:

Placement, Layering, Integration

Explanation:

Stages of money laundering:

The process of money laundering can be broadly classified into three stages viz. placement, layering and integration:

- **Placement** – physically placing bulk cash proceeds
- **Layering** – separating the proceeds from criminal activity from their origins, through layers of complex financial transactions
- **Integration** – providing an apparently legitimate explanation for the illegal proceeds



Q 30. Complete the following statement with regards to regulations covering health insurance in India: "The IRDAI _____ Insurance Regulation, 2016".

- ☐ Medical
- ☐ Mediclaim
- ☐ Health
- ☐ Accident
- ☐ Hospitalization

UnAttempted

CORRECT ANSWER:

Health

Explanation:

IRDAI (Health Insurance) Regulations, 2016 at Regulation 10 have specified certain principles on pricing of Health Insurance Products offered by Life, General and Health Insurers.

Q 31. When does risk commence if the premium is tendered by postal money order ?

- ☐ Date when the money order is received by the insurer
- ☐ Date on which the money order is booked



Q 31. When does risk commence if the premium is tendered by postal money order ?

- ☐ Date when the money order is received by the insurer
- ☐ Date on which the money order is booked
- ☐ Date on which the insurer makes an entry in its books
- ☐ It depends on the terms and conditions of the policy
- ☐ None of the above

UnAttempted

CORRECT ANSWER:

Date on which the money order is booked

Explanation:

The risk, when the premium is tendered by postal money order, commences on the date the money order is booked.

Q 32. What should be the minimum number of members comprising a group for life micro insurance products ?

- ☐ 20
- ☐ 25
- ☐ 30
- ☐ 35
- ☐ 40



Q 32. What should be the minimum number of members comprising a group for life micro insurance products ?

- ☐ 20
- ☐ 25
- ☐ 30
- ☐ 35
- ☐ 40

⊘ UnAttempted

CORRECT ANSWER:

20

Q 33. KYC norms include which of the below ?

- ☐ Obtaining details for proper identification of new customers
- ☐ Verifying address
- ☐ Photographs
- ☐ All of the above
- ☐ None of the above

⊘ UnAttempted

CORRECT ANSWER:

All of the above



Q 34. Who shall furnish to the policy holder a written acknowledgement of having registered a nomination ?

- ☐ Assignee
- ☐ Assignor
- ☐ IRDAI
- ☐ Insurer
- ☐ Policy holder

UnAttempted

CORRECT ANSWER:

Insurer

Explanation:

Nomination or cancellation is registered by the insurers. It is the duty of the insurer to acknowledge its registration or cancellation.

Q 35. When has the 'Statement of Investment of Controlled Fund (life) , Compliance Report' to be submitted ?

- ☐ Within 15 days, after every quarter
- ☐ Within one month, after every quarter
- ☐ Within one week, after every quarter
- ☐ Within two months, after every quarter



Q 35. When has the 'Statement of Investment of Controlled Fund (life) , Compliance Report' to be submitted ?

- ☐ Within 15 days, after every quarter
- ☐ Within one month, after every quarter
- ☐ Within one week, after every quarter
- ☐ Within two months, after every quarter
- ☐ Within 45 days, after every quarter

⊘ UnAttempted

CORRECT ANSWER:

Within one month, after every quarter

Q 36. Its the duty of every insurer to inform and keep informed periodically the insured on the requirements to be fulfilled by the insured regarding lodging of a _____ arising in terms of the policy and the procedures to be followed by him/her to enable the insurer to settle a claim easily.

- ☐ question
- ☐ query
- ☐ claim
- ☐ complaint
- ☐ feedback

⊘ UnAttempted

CORRECT ANSWER:

claim



Q 37. There should be an adjudication fee levied in respect of a claim before the ____ .

- ☐ Consumer group
- ☐ Grievance Redressal Authorities
- ☐ Consumer authority
- ☐ Consumer commission
- ☐ Consumer councils

⊘ UnAttempted

CORRECT ANSWER:

Grievance Redressal Authorities

Explanation:

However, the fees may be waived for an individual policy holder showing sufficient cause.

Q 38. A micro insurance agent shall:

- ☐ Have at least worked for 10 years in insurance
- ☐ Employ specified persons with the prior approval of the insurer
- ☐ Be males only
- ☐ Not be bound by the rules and regulations of IRDAI
- ☐ All of the above



Q 38. A micro insurance agent shall:

- ☐ Have at least worked for 10 years in insurance
- ☐ Employ specified persons with the prior approval of the insurer
- ☐ Be males only
- ☐ Not be bound by the rules and regulations of IRDAI
- ☐ All of the above

UnAttempted

CORRECT ANSWER:

Employ specified persons with the prior approval of the insurer

Explanation:

As per IRDA Micro-Insurance Regulations 2005, a micro insurance agent shall employ specified persons with the prior approval of the insurer.

Q 39. In the case of ULIPs, the policy administration charges are usually expressed as a fixed amount or a percentage of ____ .

- ☐ Sum assured
- ☐ Premium



Q 39. In the case of ULIPs, the policy administration charges are usually expressed as a fixed amount or a percentage of _____ .

- ☐ Sum assured
- ☐ Premium
- ☐ Growth in NAV per year
- ☐ Both premium or sum assured
- ☐ Either premium or sum assured

UnAttempted

CORRECT ANSWER:

Premium

Explanation:

Under ULIP, the insurance company, after deducting charges for life cover & few other charges, invest the remaining amount of premium in a fund chosen by a policy holder.

Q 40. If death happens during the contestable period, any claim based on the policy can be challenged on the grounds of _____ .

- ☐ Legal statement
- ☐ Mis-statement
- ☐ Fraudulent statement
- ☐ Incorrect statement



Q 40. If death happens during the contestable period, any claim based on the policy can be challenged on the grounds of _____ .

- ☐ Legal statement
- ☐ Mis-statement
- ☐ Fraudulent statement
- ☐ Incorrect statement
- ☐ False statement

UnAttempted

CORRECT ANSWER:

Legal statement

Q 41. With respect to membership of life insurance council, which of the following statements is NOT true ?

- ☐ The Chairman has to be nominated by IRDAI
- ☐ Five person connected with life insurance business
- ☐ One non official not connected with insurance business
- ☐ Eight members of the Insurance Association of India
- ☐ A Supreme court judge has to be a member

UnAttempted

CORRECT ANSWER:

A Supreme court judge has to be a member



Q 42. A policy holder can take legal recourse if he /she has been aggrieved by the _____ .

- ☐ Insurer
- ☐ Agents
- ☐ Shareholders
- ☐ Bonus holders
- ☐ All of the above

UnAttempted

CORRECT ANSWER:

Insurer

Explanation:

In a dispute redressal mechanism, a policy holder can take legal recourse against the insurance companies who had issued the policy.

Q 43. In relation to money laundering, APG stands for _____ .

- ☐ Anti Peso Group
- ☐ Asia Profiteering Group
- ☐ Asia Pacific Group
- ☐ Advanced Portage Group



Q 43. In relation to money laundering, APG stands for _____ .

- ☐ Anti Peso Group
- ☐ Asia Profiteering Group
- ☐ Asia Pacific Group
- ☐ Advanced Pentagon Group
- ☐ Anti-Pacifist Group

UnAttempted

CORRECT ANSWER:

Asia Pacific Group

Explanation:

Apart from Financial Action Task Force (FATF), APG makes concerted efforts towards Anti Money Laundering.

Q 44. To protect the interest of _____ , the Law commission has recommended that after the expiry of five years, no policy of life insurance can be repudiated on any ground.

- ☐ Agent who sold the policy
- ☐ Collector
- ☐ Nominee
- ☐ Policy holder



Q 44. To protect the interest of _____, the Law commission has recommended that after the expiry of five years, no policy of life insurance can be repudiated on any ground.

- ☐ Agent who sold the policy
- ☐ Collector
- ☐ Nominee
- ☐ Policy holder
- ☐ Insurer

UnAttempted

CORRECT ANSWER:

Policy holder

Explanation:

Section 45 of the Insurance Act has made this provision for the protection of policy holder's interest.

Q 45. Who shall have no jurisdiction in cases relating to third party motor vehicle insurance and marine Insurance ?

- ☐ Consumer authority
- ☐ Grievance Redressal Authority
- ☐ Consumer commission
- ☐ Consumer councils



Q 45. Who shall have no jurisdiction in cases relating to third party motor vehicle insurance and marine Insurance ?

- ☐ Consumer authority
- ☐ Grievance Redressal Authority
- ☐ Consumer commission
- ☐ Consumer councils
- ☐ Consumer group

UnAttempted

CORRECT ANSWER:

Grievance Redressal Authority

Explanation:

The CPA & Ombudsmen were not effective for dealing certain complaints of the policy holder. The GRA was substituted to deal for such complaints. However the GRA has no jurisdiction to deal with motor TP cases.

Q 46. As per IRDA guidelines for ULIP's, all ULIPs have uniform /level paying premiums whereby additional payments will be treated as -

- ☐ premium top-up
- ☐ extended premium
- ☐ new premium
- ☐ single premium



Q 46. As per IRDA guidelines for ULIP's, all ULIPs have uniform /level paying premiums whereby additional payments will be treated as -

- ☐ premium top-up
- ☐ extended premium
- ☐ new premium
- ☐ single premium
- ☐ lock-in premium

UnAttempted

CORRECT ANSWER:

single premium

Explanation:

As per IRDA September 2010 guidelines for ULIP's, all insurance companies are to comply these guidelines which states that all ULIPs have uniform /level paying premiums whereby any additional payments will be treated as single premium.

Q 47. In a unit linked contract, what can be valued as per need ?

- ☐ Premium
- ☐ Nomination
- ☐ Term
- ☐ Assesment



Q 47. In a unit linked contract, what can be valued as per need ?

- ☐ Premium
- ☐ Nomination
- ☐ Term
- ☐ Assignment
- ☐ Lock up period

⊘ UnAttempted

CORRECT ANSWER:

Premium

Explanation:

Under ULIP, premium is first determined & the sum insured is worked out according to the premium as an independent determinant.

Q 48. Insurance of _____ is provided by the Inland Steam Vessels Act.

- ☐ Passenger Ships like cruises
- ☐ Cargo ships
- ☐ Inland vessels
- ☐ All Inland water transport



Q 48. Insurance of _____ is provided by the Inland Steam Vessels Act.

- ☐ Passenger Ships like cruises
- ☐ Cargo ships
- ☐ Inland vessels
- ☐ All Inland water transport
- ☐ Submarines

UnAttempted

CORRECT ANSWER:

Inland vessels

Explanation:

The Inland Steam Vessels Act 1907 amended in 2007 was enacted to facilitate the extension and usage of inland waterways by vessels. The Act came into force from 21 February 2008

Q 49. Those nominees who are alive on the date of the death of the life assured only will get the _____ .

- ☐ Gross money
- ☐ Policy money
- ☐ Whole money
- ☐ Net money



Q 49. Those nominees who are alive on the date of the death of the life assured only will get the _____ .

- ☐ Gross money
- ☐ Policy money
- ☐ Whole money
- ☐ Net money
- ☐ Lump sum money

⊘ UnAttempted

CORRECT ANSWER:

Policy money

Explanation:

The amount secured by the policy would be payable i. e. policy money, where the nominee is alive on the death of the life assured.

Q 50. The Free Look option has to be exercised in ____ days.

- ☐ 5
- ☐ 10
- ☐ 12
- ☐ 15



Policy money

Explanation:

The amount secured by the policy would be payable i. e. policy money, where the nominee is alive on the death of the life assured.

Q 50. The Free Look option has to be exercised in ____ days.

- ☐ 5
- ☐ 10
- ☐ 12
- ☐ 15
- ☐ 25

UnAttempted

CORRECT ANSWER:

15

Out of 50 questions 50 are un attempted.

