



**NATIONAL OPEN UNIVERSITY OF NIGERIA  
14-16 AHMADU BELLO WAY, VICTORIA ISLAND, LAGOS  
SCHOOL OF MANAGEMENT SCIENCES  
JANUARY/FEBRUARY 2013 EXAMINATION**

**INSTRUCTION:**     **Answer five questions in all**

**TIME:**                         **3 Hours**

**QUESTION ON LAW OF INSURANCE LAW 432**

1. The concept of insurance is alien to Nigerian culture. Do you agree? Discuss the development of modern insurance in Nigeria.
2. With the aid of relevant authorities attempt a definition of insurance and Insurance policy.
3. Identify types of insurance company and the criticism of insurance company
4. Discuss the primary and secondary functions of insurance.
5. Who is an underwriter and what are the duties of an underwriter?
6. On June 1, 2012 Tope, the captain of super eagle insured her legs for N1,000,000 and agreed with the insurer Trust Insurance Company Ltd. on the condition that he would communicate his acceptance of the premium payment to the insurer within 7 days. On June 3, 2012, on his way to the airport, he was hit by a truck and his legs were crushed. He is planning to institute proceedings against Trust Insurance Company Ltd. to enforce specific performance of the insurance. Advice her.
7. Citing relevant authorities discuss the difference between warranty and condition in contract of insurance?
8. Discuss life insurance and insurable interest
9. Peter took out a marine insurance policy with Trust Insurance Company Ltd to insure steel pipes which were to be imported                         from Japan against all risks. The goods were to be shipped from Japan to Lagos port in Nigeria. The said goods were eventually shipped from Hamburg Germany instead of Japan.                         The ship could not berth in Lagos port and had to leave for

Calabar port. The goods were never delivered to Peter. Peter has instituted a claim against Trust Insurance Company Ltd. to be indemnified for the loss of the goods. Assess the liability of Trust Insurance Company Ltd.