



Subject: Life Insurance - PPP

Chapter: 1,2,3 (Unit 1)

Category: Practice Questions

UNIT 1

Introduction to insurance

1. Define insurance.
2. What are the main characteristics of insurance?
3. Write a note on the essential features of an insurable risk.
4. How does life insurance benefit society?
5. What do we mean when we say 'cost of insurance'?
6. Is insurance different from gambling? Support your argument with relevant points.
7. Why is the principle of indemnity not applicable to life insurance contracts??

Products

1. Term and endowment are two forms of life insurance. Compare and contrast the product characteristics and objectives of these two coverages.
2. Explain the nature of whole life insurance. Compare and contrast with endowment and term life insurance.
3. What are the recent product innovations brought out by insurers to enhance value of the existing policies?