Assignment - 1

1) True

2) Reinsurance is a form of insurance purchased by insurance companies in order to mitigate risk. Sharing of risk

Types of reinsurance

1) Proportional Reinsurance

1) Quota share reinsurance

Reinsurer and insurer share all premium and losses according to a fixed percentage.

2) Surplus share ~~ra~~ reinsurance

A surplus share treaty in which insurer pay a fixed amount and above that ~~the~~ reinsurance will pay.