Q1) YES, A bachelor without dependents needs a insurance reasons are as follows:-

1) He/she wil have a peace of mind
2) Risk is shared with the insuring company
3) If any uncertainty will occur like death of his/her father or earning member then insurance will help in this situation

Q4) First hazard 'that of dying prematurely leaving the dependent family to fend for itself' is more serious as because if the earning person dies then there is no back support for the family financially and leaving the family in very bad adverse conditions making the family suffer for food , children for their school fees and other requirements survival gets tougher.

Q6) Adverse selection – In this selection the insurance company provides same insurance coverage to an applicant whose actual is comparatively higher than the risk known by the company

Moral hazard – As soon as the person buys a insurance he/she starts ignoring the fact that insurance only cover the losses and they don't provide any type of profit gain, not giving proper attention to the insured or insured products could result in bad circumstances

12) 1) the features of insurances Bob could have taken out are as follows :-

i) risk sharing

ii) prevent losses

iii) provides protection

iv) he would have a peace of mind

12) 2) One should need insurance because it provides a peace of mind , risk sharing with the company, prevention of losses and protection towards any uncertainty

15) There can be many undesirable consequences might occur if any underwriting were not permitted in the private, voluntary markets for life and health insurance such as-

i) In many cases , insured might not say about his habits like smoking, by which insurance company can design a wrong premium amount.

ii) Insuring company can also not give the exact amount mentioned as because nothing was mentioned

iii) Time period for paying the premium can also vary and many penalties could be there

Q 18) various type of life insurance a person can buy are as follow:

1) Term life insurance – In this type of insurance if the insured dies then only the beneficiary wil get the claim.
2) Whole life insurance – Insured get protection for his whole life, his beneficiary can claim the amount after his death
3) Endowment insurance - in this insurance person get insured for both the cases ,if he dies before a time period beneficiary can claim the amount, if insured survives till time period he can claim the amount

Endownment insurance > whole life insurance > term life insurance