

Non-Life Insurance

Assignment: 2

Q1.

1) Individual Accident Insurance:

This type of policy guards an individual in case of any accidental damage. It covers accidental death loss of limbs or sight, or other permanent disabilities resulting due to an accident.

2) Group Accident Insurance:

Group Accident Insurance is taken by employers to get coverage for their employees. Depending on the group size, some insurers also provided a discount on the premium. It is a good incentive/ value-added advantage for small organizations as it is available at low cost. However, this is a very basic plan and may offer limited benefits compared to an individual plan.

Q2.

- The term liability insurance refers to an insurance product that provides an insured party with protection against claims resulting from injuries and damage to other people or property.
 - Liability insurance policies cover any legal costs and pay-outs an insured party is responsible for if they are found legally liable.
 - Intentional damage and contractual liabilities are generally not covered in liability insurance policies.
- Unlike other types of insurance, liability insurance policies pay third parties—not policyholders.

Q3.

DEFINITION OF TRAVEL INSURANCE

- Travel Insurance is a type of insurance that covers different risks while travelling.
- It covers medical expenses, lost luggage, flight cancellations, and other losses that a traveler can incur while travelling.

- Travel Insurance protects you and/or family against travel related accidents, unexpected medical expenditure during travel, losses such as baggage loss, loss of passport etc and interruption or delays in flights or delayed arrival of baggage etc.
- You're worried about something happening at your destination.
- You're afraid something might happen that would make you cancel or interrupt your trip.
- You're not sure what you'd do if you had a medical emergency while you were traveling.
- You want to protect your belongings from loss, damage, or theft.
- You want travel help ready and waiting in a travel emergency.

Q4.

Types of cover under Marine Insurance.

1. Hull

- It covers physical damage to vessels including machinery and fuel but not their cargo.
- Hull insurance is an insurance policy especially designed for covering ship damage expenses where the 'Hull' refers to the main body of the ship.
- Hull insurance can be understood like a car insurance, with a difference of being for a water faring vehicle instead of land.

2. Cargo

- It covers physical damage or loss of goods while in transit Cargo Insurance provides coverage against all risks of physical loss or damage to freight during the shipment from any external cause during shipping, whether by land, sea or air.

Q5.

Inclusions of engineering insurance:

- Fire, lightning, explosion, aircraft damage

- Riot, strike, malicious acts
- Flood, inundation, storm, cyclone and allied perils
- Landslide, subsidence and rockslide
- Burglary and theft
- Faults in erection
- Human errors, negligence
- Short circuiting, arcing, excess voltage
- Electrical and mechanical breakdown
- Collapse, damage due to foreign objects, impact damages
- Any other sudden, unforeseen, accidental damages not explicitly excluded

Exclusions of engineering insurance:

- War Invasion
- Nuclear Reaction Nuclear Radiation or Radioactive Contamination
- Insured's Contribution - Deductible
- Wilful Act or Wilful Negligence of the Insured
- Cessation of Work
- Defective Material or Bad workmanship
- Wear Tear Corrosion Oxidation Deterioration
- Breakage of Glass
- Disappearance or Shortage (Inventory Losses)
- Design Defects
- Loss of files, drawings, cash, cheque etc.,
- Consequential Loss
- Terrorism

The claim process for aviation insurance is quick and hassle free. You need to provide the following valid documents :

- Aircraft details document
- Flight details document
- Details of the crew members
- Documented proof of the accident
- Information on aircraft's maintenance and engineering
- Documents of operational manual passenger

Q7.

- Professional Indemnity insurance should be bought by doctors and professionals.
- A Professional Indemnity Insurance is a type of liability insurance that covers the businesses or individuals who provide advice or a professional service to clients.
- It covers the compensation claims when the business is sued by its clients for making a mistake.

Q8.

Types of Travel Insurance:

1. **DOMESTIC TRAVEL INSURANCE PLAN:** This policy is designed for customers intending to travel within the contours of the country. A domestic travel insurance policy insulates the policyholder from expenses that may result from treatment of a medical emergency, theft/loss of baggage and other valuables, delays/cancellation of flights, permanent disability, and personal liability (refers to third-party damages inflicted by you while you're on the trip).
2. **INTERNATIONAL TRAVEL INSURANCE:** This policy is designed in keeping with what customers – travelling internationally – would want. Besides the usual coverage offered by its domestic counterpart, an international travel insurance policy safeguards you (policyholder) against risks of a flight hijack, repatriation to India, etc.

3. **MEDICAL TRAVEL INSURANCE:** The name is the marker here – with the policy specifically designed to cover expenses emanating from medical emergencies and other healthcare-related concerns. However, the exact set of inclusions and exclusions will vary across insurance providers.
4. **SENIOR CITIZEN TRAVEL INSURANCE:** Besides the usual advantages of purchasing travel insurance, a policy that is directed at senior citizens (generally belonging to the age group of 61-70 years) offers additional coverage against dental treatments/procedures as well as cashless hospitalization.
5. **SINGLE AND MULTI-TRIP TRAVEL INSURANCE:** As the name suggests, a single-trip travel insurance policy retains its validity through the time you are on a trip. It covers both medical as well as non-medical expenses (such as baggage loss, delays in flights, etc.). Multi-trip travel insurance policy, on the other hand, provides extended coverage (lasting usually a year in most cases) so that frequent flyers don't have to go through the entire process of availing insurance every time they prep for travel
6. **TRAVEL ACCIDENT INSURANCE:** The purpose of this insurance is to provide term life and accidental death and dismemberment protection for you and your family. This covers unexpected and sudden losses that occur because of travel or flight accidents. The benefits apply while you are on a trip that is insured or during the coverage period. This type of trip insurance is ideal for frequent world travellers, particularly those who visit risky regions.
7. **MEDICAL EVACUATION INSURANCE:** This type of plan focuses on covering the cost of evacuations and repatriation. If you are hospitalized while traveling with your family, it may cover the cost of an emergency medical reunion and the return of any minor children home. Some plans may also provide term life and AD&D benefits to protect your family as well as coverage for lost luggage, adventure sports and trip interruptions.
8. **PACKAGE TRAVEL INSURANCE:** Package plans are customized according to the different needs of various travellers. A typical plan includes coverage for evacuations, luggage problems, medical and dental costs, returning minors home, and trip cancellations, delays and interruptions. Some plans also cover adventure activities, credit card and passport services, identity theft assistance, pet care, pre-existing medical conditions, rental car collisions, roadside assistance and sports equipment.

Q9.

Types of Engineering Insurance policy:

1. **Plant All Risk Insurance:** This insurance policy is streamlined to cater to loss and unforeseen damages of operational tools. Construction equipment and operational machinery are susceptible to wear and tear due to their exposure to extreme environmental conditions.
2. **Machine Breakdown Policy:** The Machine Breakdown Policy provides cover losses for sudden or unexpected damage of equipment – especially while they're still in use. Both internal and external damages are covered in the Machine Breakdown Policy. Some of these internal damages could include lubrication defects, electrical damage, overheating, and the like.
3. **Electronic Equipment Policy:** This policy covers systems and devices that attract low voltage and power. Therefore, the insurer will be responsible for the cost of replacement or repairs necessary to reinstate the former state of electronic equipment and devices.
4. **Contractor's All Risk Cover:** It covers contractors and provides financial protection against damage or loss incurred during construction projects. The Contractor's All Risk Cover provides cover against loss or damage to plants and equipment. This policy resonates with our reference to on-site construction uncertainties. It is peculiar to civil engineering projects like buildings, flyovers, airports, and the like.
5. **Erection All Risk:** This policy offers comprehensive cover by covering risks which may arise during erection or testing period. It gives financial protection to the engineering contracts in the event of any accident. The Erection All Risk policy is for erection and testing of Manufacturing units or individual machineries.

Q10.

Benefits of Personal Accident Insurance Policy:

- Provides financial security to your family and loved ones.
- There no external tests and documents needed over and above the current condition.
- Extensive coverage at much affordable rates.
- Plans available in two categories, self and family.
- It offers worldwide coverage.

- Easy and seamless claim process.
- Support centres available on all days and around the clock.
- You can customise the policy to suit your specific needs