

INSTITUTE	FACULTY OF MANAGEMENT STUDIES
PROGRAM	BACHELOR OF BUSINESS ADMINISTRATION (HONS.)
SEMESTER	5
COURSE TITLE	FUNDAMENTALS OF INSURANCE
COURSE CODE	04BB0524
COURSE CREDITS	4

Course Outcomes: After completion of this course, student will be able to:

- 1 To understand the concept of risk and its mitigation
- 2 Understand the basic concept of insurance and its type.
- 3 To evaluate and analyze the principle and practices of life insurances.
- 4 Understand and evaluate the principles and practices of general insurance
- 5 Able to acquire license to become insurance agent

Pre-requisite of course:NONE

Teaching and Examination Scheme

Theory Hours	Tutorial Hours	Practical Hours	ESE	IA	CSE	Viva	Term Work
4	0	0	50	30	20	0	0

Contents : Unit	Topics	Contact Hours
1	Risk Management Meaning, Definition, Objectives, Tools; risk Vs uncertainty; types of Risk Management, Risk Management Process, Fraud and Abuse, Risks and Solvency, Risk pooling and insurance	8
2	Introduction to Insurance Meaning, Definition, Purpose and Types of Insurance; The Evolution of Insurance; Principles of Insurance; Insurance contract, Insurance as a social security tool; Insurance and economic development, Regulatory Framework of Insurance: IRDA- its roles, powers, and functions; Reforms in Insurance Sector in India	9

Contents : Unit	Topics	Contact Hours
3	Life Insurance Meaning and definition; features and nature of life insurance; Benefits of life insurance; Principles and practice of life insurance, life assurance contract, their nature and characteristics, Parties to the contract and their rights and duties, Types of life insurance (Term plan, Endowment plan, Money back plans, Child plan, Retirement plan, ULIP); Condition and terms of policy and effects of non-compliance thereof, Nomination and assignment; practices in connection with collection of premium, revivals, loans, surrender, bonuses and annuity payment. Mortality table	12
4	Marine, Fire and Motor Insurance Marine Insurance: history; definition and types; marine insurance contract; marine insurance policies and conditions; double insurance; assignment of policy, warranties the voyage, loss and abandonment: partial loss and particular charges; salvage; total loss and measure of indemnity, subrogation; introduction to underwriting and claim settlement, Fire Insurance: The basic principles of fire insurance contract, fire policy, conditions, assignment of the policy and claims, Automobile Insurance: Need and types of automobile insurance; factors considered for premium rating; claims	11
5	Insurance Intermediaries Agents, procedure for becoming an agent, Pre-requisite for obtaining a license, duration of license, cancellation of license, Revocation of suspension/termination of agent appointment; code of conduct, unfair practices, procedure regarding settlement of policy claims	8
Total Hours		48

Textbook :

- 1 Insurance and Risk Management, P. K. Gupta, Himalaya Publishing House, 2017
- 2 Principles and Practices of Insurance, M. N. Mishra, S. Chand and Sons, 2016
- 3 Banking & Insurance, O.P. Agrawal, Banking & Insurance, 2017

References:

- 1 Principles of Insurance Management, Principles of Insurance Management, Neelam C Gulati, Excel, 2012
- 2 Fundamentals of Risk and Insurance, Fundamentals of Risk and Insurance, Emmett J. Vaughan and Therese Vaughan, Wiley, 2013
- 3 Indian Insurance Industry Transition & Prospects, Indian Insurance Industry Transition & Prospects, D.C. Shrivastava Shashank, New Century Publications, Delhi, 2013

Suggested Theory Distribution:

The suggested theory distribution as per Bloom's taxonomy is as follows. This distribution serves as guidelines for teachers and students to achieve effective teaching-learning process

Distribution of Theory for course delivery and evaluation

Remember / Knowledge	Understand	Apply	Analyze	Evaluate	Higher order Thinking
10.00	20.00	25.00	25.00	10.00	10.00

Instructional Method:

- 1 THEORY