

COURSE TITLE	INTRODUCTION TO INSURANCE AND RISK MANAGEMENT
COURSE CODE	04BC0227
COURSE CREDITS	4

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

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

Pre-requisite of course:NA

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	Concept of Risk and Risk Management Risk- Meaning, Types of Risk, Risk Vs Uncertainty Sources and Measurement of Risk, types of Risk Management -Risk Retention and Transfer, Objectives of risk management, Risk management process, Identifying and evaluating potential losses, selecting appropriate technique for treating loss exposure, Risk financing, Implementing and administering risk management program, Personal risk management., Concept of Disaster Risk Management. Meaning of Actuary and Actuarial Science. : Fraud and Abuse, Risks and Solvency, Risk pooling and insurance	12

Contents : Unit	Topics	Contact Hours
2	<p>Introduction to Insurance: Insurance -Meaning, Definition and Characteristics of Insurance. Purpose and Types of Insurance, Functions of Insurance. Law of large numbers. The Evolution of Insurance., Principles of Insurance Insurance contract- Salient features of a contract of insurance under Section 10 of Indian Contract Act 1872, , of insurance contract – Personal, Property, Liability, Guarantee Insurance, Insurance contract vs Wagering agreement, Assurance vs Insurance, Gambling vs Insurance., nsurance as a social security tool; Insurance and economic development. , Globalization of Insurance Sector, Reinsurance, Double insurance, Co-insurance, Assignment, Endowment, Types of Insurance: Life insurance, General Insurance., Regulatory Framework of Insurance: IRDA- its roles, powers, and functions, Reforms in Insurance Sector in India.</p>	12
3	<p>Life Insurance Meaning of Life Insurance, Features, Importance and advantages of life insurance . Life assurance contract, Parties to the contract and there rights and duties. -classification of policies, Types of life insurance policies: Term insurance, Whole life insurance and its variants, Endowment insurance and its variants, Annuities. Surrender value. Mortality table, Policy Process: Application, and acceptance, prospectus, proposal forms and other related documents, Age proof, Special reports,, Assignments, Nomination. Condition and terms of policy and effects of non-compliance thereof., Claim Settlements: Loans, surrender, Foreclosure Policy, Maturity claims survival benefit,, Payments death claims, Waiver of evidence of title-Early claims, Claim concession, Presumption of death, Accident and disability benefits.</p>	13
4	<p>General Insurance Types of general insurance: Fire and Motor Insurance, Health Insurance, Marine Insurance, Automobile Insurance, Burglary and personal accident Insurance in India, Liability insurance, Miscellaneous insurance, Claims settlement., Marine Insurance: General Principles-insurable interest, double insurance; assignment of policy, warranties the voyage, loss and abandonment; partial loss and particular charges; salvage; total loss, subrogation, 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.</p>	15
5	<p>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</p>	8
Total Hours		60

Textbook :

- 1 Banking & Insurance, O.P. Agrawal, Himalaya Publishing House, 2012
- 2 Insurance and Risk Management, P. K. Gupta, Himalaya Publishing HouseSons, 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

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 / Creative
20.00	30.00	25.00	15.00	10.00	0.00

Instructional Method:

- 1 NA

Supplementary Resources:

- 1 NA