

**B.A. L.L.B. (S YDC) IV – Year VII – Semester Examination, Jan. / Feb. 2017**

**Subject : LAW**

**Paper : IV  
Law of Insurance**

**Time : 3 hours**

**Max. Marks : 80**

**PART – A (5 x 6 = 30 Marks)**

**Answer any Five of the following.**

- 1 Contract of Insurance
- 2 Contribution
- 3 Risk
- 4 Causa Proxima
- 5 Surrender value
- 6 Assignment
- 7 Average clause
- 8 Voyage deviation

**PART – B (2 x 15 = 30 Marks)**

**Answer any Two of the following.**

- 9 "Good faith lies at the root of the insurance contracts". Discuss the principle with reference to fire and marine policies.
- 10 What do you understand by insurable interest in connection with life, fire and marine insurance.
- 11 Is the contract of life insurance a contract of indemnity? Can the insurer avoid liability on the ground that the age of the assured is not correct.
- 12 Define a contract of marine insurance. What are the essential features of such contract.

**PART – C (2 x 10 = 20 Marks)**

**Answer any Two of the following.**

- 13 A ship insured against marine losses is sunk. The insurer pays the value in full. The ship subsequently was salvaged. Who is entitled to the sale proceeds of the salvaged ship?
- 14 'H' insured her jewellery against fire, and hid it in her grate under coal. Later, having forgotten this, she lit the fire and the jewellery was damaged. Can she recover the loss under the fire policy. <https://www.osmaniaonline.com>
- 15 'A' insured his life with an insurer for Rs.5000. He subsequently becomes insane and while of unsound mind, commits suicide. Can the heirs recover on the policy?
- 16 A merchant, on hearing that a vessel similar to his own was captured, effected an insurance without disclosing the information to the underwriter. On the occurrence of loss, can the underwriter avoid liability?

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