

Course Code	Course Title	C	H	I	E	T
17U4KMC9	Insurance & Risk Management	4	75	25	75	100

Learning Objectives

- To Sensitize the concept of risk in business and principles underlying the risk management
- To familiarize the concept of insurance, Various types of insurance and insight into fundamental principles of insurance
- To equip to prepare procedures for making claims against different kinds of insurance viz., Life, Fire and Marine.

Learning Outcomes: Basic knowledge on risk and insurance. Depth knowledge on principles of insurance and types of insurance. Skill on premium calculation and Claim procedure

Unit I Introduction to Risk Management

Risk – Meaning – Degree – Types – Static and Dynamic – Financial and Non-financial risks- Pure and Speculative Risk – Fundamental and Particular Risk – Business and Personal Risk. Risk Management – Significance – Principles – Objectives – Cost – Risk Management Information System (RMIS) – Process – Methods. Pooling of Risk – Transferring of Risk.

Unit II Introduction to Insurance

History of Insurance – Reforms – IRDA – Characteristics of an Insurable Risk – Privatization and Liberalisation in India – Nature and Principles of Insurance – Insurable Interest - Subrogation – Utmost Good Faith – Warranties – Proximate Cause – Indemnity – Assignment – return of premium Classification of Insurance – Advantages – Difference between Life and General Insurance.

Unit III Life Insurance

Meaning – Types – Policy Conditions – Product - Term Insurance – Endowment – Whole life Policy – Annuity – Meaning – Types of Annuity Policies – Difference between Annuity and Life Insurance. Claim Procedure – Documents to be produced to claim Life Insurance – Settlement – Policy Loan – Condition – Premium Calculation – Mortality Table.

Unit IV Marine and Fire Insurance

Marine - Meaning – Types – Policy Condition – Perils – Kinds of Perils – Marine Losses – Payment of Claims. Fire Insurance – Meaning – Contract of Fire Insurance – Types of Fire Policies. Payment of Claim.

Unit V Miscellaneous Insurance

Motor Insurance – Kinds of Motor Insurance – Burglary Insurance – Personal Accident Insurance – Fidelity Guarantees Insurance – Cash Transit Insurance – Money Insurance – Goods in Transit Insurance - Baggage Insurance – Pedal Cycle Insurance – Neon Sign Insurance – House Holders Insurance – Jeweller’s Block Policies – Blood Stock Insurance – Sports Insurance. Specialized Classes of General Insurance – Industrial all risk Insurance – Aviation Insurance – Airline Insurance – Oil and Gas Insurance – Political Risk Insurance. Claims.

Book for Study

1. Alka Mittal & S.L. Gupta, *Principles of Insurance and Risk Management*, Sultan Chand & Sons, New Delhi. (Unit I & II)
2. M.N Mishra & S.B. Mishra. *Insurance Principles and Practice*, S. Chand & Company Ltd., New Delhi (Unit III , IV & V)

Books for Reference

1. Dr. A. Murthy, *Principles of Insurance*, Margam Publications, Chennai.
2. Dr.P.Periasamy, *Principles & Practice of Insurance*, Himalaya Publishing House, Mumbai
3. Dr. P.K. Gupta, *Insurance and Risk Management*, Himalaya Publishing House, Mumbai.
4. <http://.insuranceinstituteofindia.com>, www.investopedia.com