CHAPTER -15-PAYMENTS UNDER A LIFE INSURANCE POLICY

Question 1
Given below is a list of policies. Identify under which type of policy, the claim payment is made in the form of periodic payments?
I. Money-back policy
II. Unit linked insurance policy
III. Return of premium policy
IV. Term insurance policy

Question 2
Mahesh has bought a life insurance policy with a critical illness rider. He has made absolute assignment of the policy in favour of Karan. Mahesh suffers a heart attack and there is a claim of Rs. 50,000 under the critical illness rider. To whom will the payment be made in this case?
I. Mahesh
II. Karan
III. The payment will be shared equally by Mahesh and Karan
IV. Neither of the two because Mahesh has suffered the heart attack but the policy is assigned in favour of Karan.

Question 3
Praveen died in a car accident. The beneficiary submits documents for death claim. Which of the below document is an additional document required to be submitted in case of accidental death as compared to natural death.
I. Certificate of burial or cremation
II. Treating physician's certificate
III. Employer's certificate
IV. Inquest Report

Question 4
Which of the below death claim will be treated as an early death claim?
I. If the insured dies within three years of policy duration
II. If the insured dies within five years of policy duration
III. If the insured dies within seven years of policy duration
IV. If the insured dies within ten years of policy duration

Question 5
Given below are some events that will trigger survival claims. Identify which of the below statement is incorrect?
I. Claim paid on maturity of a term insurance policy
II. An instalment payable upon reaching the milestone under a money-back policy
III. Claim paid for critical illnesses covered under the policy as a rider benefit
IV. Surrender value paid on surrender of an endowment policy by the policyholder

Question 6

A payment made under a money-back policy upon reaching a milestone will be classified under which type of claim?

I. Death claim

II. Maturity claim

III. Periodical survival claim

IV. Surrender claim

Question 7

Shankar bought a 10 year Unit Linked Insurance Plan. If he dies before the maturity of the policy which of the below will be paid?

I. Lower of sum assured or fund value

II. Higher of sum assured or fund value

III. Premiums paid will be returned with 2% higher interest rate as compared to a bank's savings deposit

IV. Surrender value

Question 8

Based on classification of claims (early or non-early), pick the odd one out?

I. Ramya dies after 6 months of buying a term insurance plan

II. Manoj dies after one and half years of buying a term insurance plan

III. David dies after two and half years of buying a term insurance plan

IV. Pravin dies after five and half years of buying a term insurance plan

Question 9

Given below is a list of documents to be submitted for a normal death claim by all beneficiaries in the event of death of life insured. Pick the odd one out which is additionally required to be submitted only in case of death by accident.

I. Inquest report

II. Claim form

III. Certificate of burial or cremation

IV. Hospital's certificate

Question 10

As per IRDA (Protection of Policyholders Interests) Regulations, 2002, a claim under a life policy shall be paid or be disputed, within 30 days from the date of receipt of all relevant papers and clarifications required.

I. 7 days

II. 15 days

III. 30 days

IV. 45 days

Question 11

Which of the below statement best describes the concept of claim? Choose the most appropriate option.

I. A claim is a request that the insurer should make good the promise specified in the contract

II. A claim is a demand that the insurer should make good the promise specified in the contract

III. A claim is a demand that the insured should make good the commitment

specified in the agreement

IV. A claim is a request that the insured should make good the promise specified in the agreement