



LATEST
EDITION

GIPSA QUESTION BANK

DEPARTMENT WISE
SCALE 1 TO 5
PROMOTIONAL EXAM



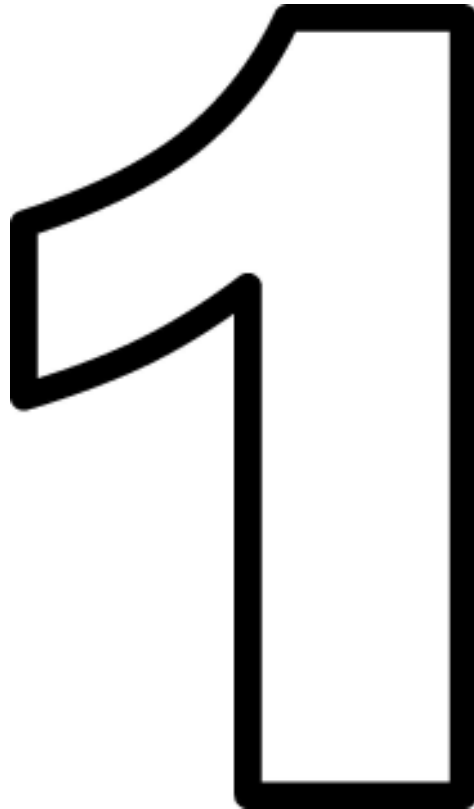
₹450.00

PAREEKSHA SOLUTIONS

<https://pareeksha.co> | <https://books.pareeksha.co>
info@pareeksha.co | +91-6289594621, 6289619810

Contents

Department 1	
Fire& Engineering Insurance	----- 05
Department 2	
Marine & Aviation Insurance	----- 61
Department 3	
Motor Insurance [OD and TP]	----- 119
Department 4	
Miscellaneous Insurance [Other than Motor, Aviation and Engineering]	----- 162
Department 5	
Reinsurance [Treaty, Facultative & Accounts]	-- 220
Department 6	
Finance [Including Accounts, Investment and IT]	----- 267
Department 7	
HR [Including HR -Legal]	----- 331



**Fire &
Engineering Insurance**

MODEL PAPER - 01

- 1) **If computers are covered under a fire policy and in case of breakdown of the computers due to short circuit**
 - a) the claim is payable in full
 - b) the claim is payable as not standard
 - c) the claim is not payable
 - d) the claim is payable at value of the computers at 40% depreciation p.a.
- 2) **In fire policy, the premium is charged on the basis of**
 - a) raw materials
 - b) geographical situation of the factory
 - c) finished good
 - d) trade name of the company
- 3) **If liability for a claim under the fire policy is disclaimed by the insurer, the insured has to file a suit in a court of law within _____ months of the date of disclaimer.**
 - a) 6 months
 - b) 12 months
 - c) 24 months
 - d) 36 months
- 4) **What is the objective of Risk inspection report?**
 - a) To act as an evidence of insurance protection
 - b) To authenticate the additions or alterations made after the submission of the proposal form
 - c) To provide the underwriter with a complete picture of the risk so that he is enabled to determine the rates of premium and the term of insurance
 - d) To provide for all individual details of the insurance contract
- 5) _____ are claims which are paid as a matter of grace where the loss is outside the scope of the policy or liability under the policy, in the strict legal terms, is doubtful.
 - a) Warranty payments
 - b) Ex-gratia payments
 - c) Endorsement payments
 - d) Alternation payments
- 6) **Standard fire policy covers**
 - a) loss due to explosion of boiler
 - b) Loss due to explosion of domestic boiler
 - c) Both (a) and (b)
 - d) None of the above
- 7) **What is spontaneous combustion?**
 - a) Charring due to self heating
 - b) Spread of Fire
 - c) Change of colour or deterioration of quality due to self heat
 - d) Loss of damage and fire caused by own fermentation or due to nature heating
- 8) **Annual Gross profit means**
 - a) Net profits plus standing charges
 - b) Turnover minus variable cost
 - c) None of the above
 - d) Both a and b
- 9) **The gross profit insured under FLOP policy would cover**
 - a) Net profit
 - b) Insured standing charge
 - c) Both A and B of the above
 - d) None of the above
- 10) **Close Proximity claims is applicable to a risk occurring within**
 - a) 3 days
 - b) 5 days
 - c) 7 days
 - d) 10 days



**Marine &
Aviation Insurance**

MODEL PAPER - 01

- 1) **A policy covering a single defined transit from one location to another is called?**
 - a) Open policy
 - b) Specific policy
 - c) Closed policy
 - d) Multi-Transit policy
- 2) **The seller is responsible for arranging insurance for the total voyage under:**
 - a) FOB terms
 - b) C&F Terms
 - c) C&I Terms
 - d) CIF terms
- 3) **In case any accident occurs, the cause is known as**
 - a) Risk
 - b) Peril
 - c) Damage
 - d) None of the above
- 4) **In the case of Institute Time Clauses - Hulls 1.10.83, if there is a claim then with regard to Deductible (Clause no. 12), which of the following statements is true?**
 - a) If the amount of claim is more than the deductible, then only the amount which is in excess of the deductible is payable
 - b) If the amount of claim is less than the deductible, then the entire amount is payable
 - c) If the amount of claim is more than the deductible, then the entire claim amount is payable
 - d) If the amount of claim is more than the deductible, then nothing is payable.
- 5) **The Cargo ISM Endorsement is about the safety aspect to be compulsorily complied with by, among others, cargo ships of _____ or more.**
 - a) 250 Gross Tonne (GT)
 - b) 500 Gross Tonne (GT)
 - c) 750 Gross Tonne (GT)
 - d) 1000 Gross Tonne (GT)
- 6) **Which of the following is incorrect with respect to 'increased value insurance'?**
 - a) In increased value insurance, the assured is required to bear 25% of the claim amount payable under this component of the policy.
 - b) Increased Value insurance shall not be granted for more than 100% of the CIF insurance, except in exceptional circumstances.
 - c) The rate of premium shall be 80% of the normal rate applicable to CIF insurance.
 - d) Increased Value insurance on cargo in inland transit (where not in conjunction with overseas transit) in excess of the established market value or controlled price of the commodity concerned, whichever is lower, shall not be granted under any circumstances.
- 7) **Which of the following are incorrect with respect to underwriting members of Lloyd's?**
 - a) Underwriting members are elected by the Council only after the most careful examination of their financial position.
 - b) An average test has to be passed by each underwriting member for election.
 - c) On election, underwriting members have to deposit with the Council some security for underwriting liabilities.
 - d) The securities deposited for underwriting liabilities remain in the custody of the Council until the whole of the member's liabilities have been discharged.



Motor Insurance
[OD and TP]

MODEL PAPER - 01

- 1) Under the Motor Vehicles Act, the amount of compensation for death on the basis of no-fault liability is Rs._____
- a) Rs.1,00,000/- b) Rs.50,000/-
c) Rs.25,000/- d) Rs.2,00,000/-
- 2) Compensation in motor accident cases on the principle of no fault liability is payable under
- a) Sec. 166 of MV Act
b) Sec. 140 of MV Act
c) Sec. 163A & Sec. 140 of MV Act
d) Sec. 163A of MV Act
- 3) Many insurers are also offering _____ in case the vehicle meets with an accident and is undergoing repair.
- a) Ambulance charges cover
b) Nil depreciation
c) Personal belonging cover
d) Daily allowance cover
- 4) In Operative Clause which section deals with the loss or damage to the vehicle?
- a) Section I b) Section II
c) Section III d) Section IV
- 5) Under private car package policy which of the following exclusions does not appear in general clause of the policy.
- a) Driving without a valid license
b) Damage outside geographical area
c) Breach of Limitation as to use clause
d) Driving under the influence of intoxicating liquor
- 6) In case the customer is switching/ changing to a company from any other insurance company, and have accrued some NCB from previous insurer, insured can get the same transferred in case the vehicle is insured within _____ of renewal due date.
- a) 30 days b) 45 days
c) 60 days d) 90 days
- 7) Substitution of vehicle by another vehicle is permissible
- a) provided it is of the same class.
b) adjustment of premium on short period basis
c) Bonus/malus not applicable
d) Oral or written request to be submitted to the insurer
- 8) Who is competent witness to depose on behalf of company to deny negligence in an accident involving two vehicles insured by two different companies?
- a) Driver of our insured vehicle
b) Driver of other vehicle
c) Our investigator d) Police officer
- 9) What arises when there is double insurance that is when the same vehicle is insured under two policies and according to the policy condition, the loss is shared pro-rata between the two insurers?
- a) Subrogation
b) Proximate cause
c) Contribution
d) Utmost good faith
- 10) What is usually issued when the policy and certificates of insurance cannot be immediately issued for any reason and this contents are prescribed in Form 52 of Motor Vehicle Rules 1989?
- a) Proposal form b) Trade book
c) Cover note d) None of these



Miscellaneous Insurance

[Other than Motor, Aviation and Engineering]

MODEL PAPER - 01

- 1) **The PASS scheme provides for payment of Rs.3000 in the event of accident al death of any person in the group of:**
- 20 years to 55 years who is an earning of poor family
 - 18 years to 60 years who is an earning of poor family
 - 18 years to 55 years who is an earning of poor family
 - 20 years to 60 years who is an earning of poor family
- 2) **Under Section I of shopkeeper policy which risk is not covered**
- Lightning
 - Flood
 - Aircraft falling
 - Loss of money
- 3) **After a claim under the Fidelity Guarantee Policy the Insurance Company has the right to insist**
- Criminal Prosecution on the Insured
 - Criminal Prosecution on the guilty employee of the insured
 - Criminal Prosecution on both insured and guilty employee
 - No right of any criminal prosecution
- 4) **Which of the Maximum Indemnity Ratio can be given under PLI (Act) Policy.**
- a) 1:1, b) 1:2, c) 1:3, d) 1:4
- 5) **The License issued by IRDAI to TPA for servicing of Health Policies is valid for how many years?**
- 1 year
 - 2 year
 - 3 year
 - 4 year
- 6) **Medical Benefit under UHIS is restricted to**
- Rs. 30000/- per family
 - Rs. 30000/- per member
 - Rs.50000/- per family
 - Rs.12500/- per member
- 7) **The following limits of Mediclaim Premium attracts rebate under IT Section 80D:**
- Rs.15,000 & Rs.20,000
 - Rs.15000 only
 - Rs.20,000 only
 - None of the above
- 8) **Cyber Liabilities cannot Insure which of the following?**
- Losses arising from Hacking into the insureds server
 - Liability for the Insured for spreading a virus to the third party
 - Deliberate Malicious Files from the Insured to the third party
 - Losses occurred because Third Parties could not access the system
- 9) **Upto how many number of days can the emergency expenses be paid after the date of expiry of the policy, if the injury/illness/accident covered has been contracted during the currency of the policy and continues thereon, subject the insured is incapable of travel?**
- 90 Days
 - 30 Days
 - 15 Days
 - 21 Days
 - 45 Days
- 10) **In Money Policy the loss arises while disbursing the wages is covered under:**
- Normal Cash in Transit Policy without any add on covers
 - Cannot be covered under the Cash In transit Policy
 - Can be covered by paying extra premium for extension "Disbursement Risk"



Reinsurance
[Treaty, Facultative and Accounts]

MODEL PAPER - 01

- 1) **Which of the following parties is / are responsible for the original policyholders' claim?**
 - (i) The reinsurer. (ii) The cedent.
 - a) Only (i) above. b) Only (ii) above.
 - c) Both (i) & (ii) above.
 - d) None of the above.

- 2) **Reinsurance is a contract between _____ and _____**
 - a) Insurer and insured
 - b) Insured and Underwriter
 - c) Underwriter and reinsurer
 - d) Insurer and reinsurer

- 3) **Which the following is not a credit rating agency?**
 - a) Standard and poor b) A.M.Best
 - c) IRDA
 - d) Duff & Phelps

- 4) **Which of the following is not an objective of reinsurance accounting?**
 - a) Control the funds.
 - b) Book the business.
 - c) Maintain a proper record for the stakeholders of the firm.
 - d) Maximize shareholders value.

- 5) **Which the following covers is installed to assist to cover any gap in the various reinsurance arrangement made by a reinsured?**
 - a) Excess of loss-catastrophe
 - b) Stop loss
 - c) Whole account excess of loss cover
 - d) Umbrella excess of loss cover

- 6) **Facultative Reinsurance (Choose the incorrect one)**
 - a) Is the offer made by Insured to the Reinsurer to accept a part of individual risk.
 - b) Is the offer made by an Insurer to the Reinsurer to accept a part of individual risk.
 - c) Is the offer made by one Reinsurer to another to accept a part of individual risk.
 - d) Is the offer made by an Insurer to another Insurer acting in the capacity of a Reinsurer, to accept a part of individual risk.

- 7) **Which of the following statements is true?**
 - (i) Reinsurance is a separate contract between the Insurer & Insured.
 - (ii) Each of the contract under Reinsurance are independent of each other.
 - (iii) Reinsurance is a separate contract between Insurer & Reinsurer.
 - (iv) Reinsurance is always a contract of indemnity.
 - a) (i) & (ii) b) (i) & (iii)
 - c) (ii), (iii) & (iv) d) All of the above

- 8) **In which of the following methods does the percentage of retained sum insured vary for different limits of sum insured and reduce with increase in the limit of sum insured?**
 - a) Proportional reinsurance
 - b) Surplus Reinsurance
 - c) Quota share reinsurance
 - d) Variable quota share reinsurance

- 9) **Profit commission is normally paid in-**
 - a) Facultative RI b) Excess of Loss
 - c) Stop Loss d) Surplus Treaty

- 10) **Facultative obligatory treaty is a form**



Finance
[Including Accounts, Investment & IT]

MODEL PAPER - 01

1. **There are 2(two) systems of recording transactions _____ and _____.**
 - a) Single Entry System & Double Entry System.
 - b) Triple Entry System & Multiple Entry System.
 - c) Couple Entry System & Single Entry System.
2. **_____ refers to the basic assumptions and rules which work as the basis of recording business transactions, maintaining accounts and preparation of financial statements.**
 - a) Finance. b) Data.
 - c) Systems. d) Accounting.
3. **Find the incorrect one: The important accounting concepts.**
 - a) Business Entity concept.
 - b) Money measurement concept.
 - c) Going concern concept.
 - d) Accounting control concept.
4. **_____ concept assumes that all business transactions must be measurable in terms of money, i.e. currency of a country.**
 - a) Business entity concept.
 - b) Realization concept.
 - c) Matching concept.
 - d) Money measurement concept.
5. **_____ transactions can be expressed in terms of money are recorded in the books of account.**
 - a) Business entity concept.
 - b) Realization concept.
 - c) Matching concept.
 - d) Money measurement concept.
6. **Financial accounting is the process of indentifying, measuring, classifying, recording, summarizing, analyzing, interpreting and reporting the financial performance and the financial position of the enterprise through financial statements. The process is called _____.**
 - a) Accounting process.
 - b) Balancing process.
 - c) Management process.
 - d) Financing process.
7. **Accounting process is based on certain---**
 - i) Accounting concept, ii) Accounting principles and iii) Accounting standards comprising accounting policies for preparation and presentation of financial statements.
 - a) All the statements are true.
 - b) Only (i) is true.
 - c) Only (iii) is true.
 - d) None of the above
8. **The Indian GAAP of insurance accounts comprises specific regulations which include:**
 - i) Relevant provisions of the Insurance Laws Act, 2015.
 - ii) The Companies Act, 2013.
 - iii) Relevant accounting standards issued by Institute of Chartered Accountants of India.
 - a) All the statements are true.
 - b) Only (i) is true.
 - c) Only (iii) is true.
 - d) None of the above
9. **Multiple choice examination answer sheets can be evaluated automatically by.**
 - a) Optical mark Reader
 - b) Optical Character Reader



HR
[Including HR -Legal]

MODEL PAPER - 01

1. **Fixed Personal Allowance(FPA) for scale VI officers is:**
 - A. Rs 3265/-
 - B. Rs 2685/-
 - C. Rs 2590/-
 - D. Rs2300/-
2. **Recruitment vacancies for class I officers are sanctioned by:**
 - A. The Board
 - B. General Manager
 - C. Chief Managing Director
 - D. Dy. General Manager
3. Top Management deals with:
 - A. Sales &Marketing
 - B. Technical skill and knowledge development
 - C. Conceptual skill
 - D. Recruitment, Selection and HRM functions
4. **Which of the following is true?**
 - (i) Non verbal communication is more important than verbal communication
 - (ii) Communication is the process by which meanings are exchanged between people.
 - A. Both the statements
 - B. only (i)
 - C. only (ii)
 - D. none of the above
5. **Benefit of mid-academic year allowance on transfer is not allowed to**
 - A. Class I Officers
 - B. Class-I Officers who are transferred on promotion
 - C. Class I officers who are transferred to the new place on their request after 3 years
 - D. Class-I Officers who are transferred and who immediately shift their family to the new place
6. **Maximum Joining time leave applicable to the officers when change of residence involved is:**
 - A. 16 days plus journey time
 - B. 10days plus journey time
 - C. 6 days plus journey time
 - D. 7 days plus journey time
7. **Full form of ERP is**
 - A. Employee Resource Progress
 - B. Employee Recruitment Plan
 - C. Enterprise Resource Planning
 - D. Enterprise Resource Progress
8. **What do you mean by Span of Control as proposed by Business management particularly Human Resource management?**
 - A. Span of control refers to the number of subordinates a supervisor has
 - B. Span of control refers to the number of supervisor a subordinate has
 - C. Span of control refers to the number of subordinates a supervisor had earlier and now it diminishes
 - D. Span of control is not a significant part in the management.
9. **Which of the following need comes at the top of the Pyramid as proposed by Abraham Maslow's Hierarchy of needs?**
 - A. Psychological needs
 - B. Social needs
 - C. Security needs
 - D. Self actualisation
10. **Branch Managers and Divisional Managers are eligible for fixed monthly entertainment allowance of**
 - A. Rs1250/- & Rs 1300/- respectively
 - B. Rs1250/- & Rs 1500/- respectively
 - C. Rs1250/- & Rs 1400/- respectively
 - D. Rs1250/- & Rs 1800/- respectively

(Ans: B)

Book inside:

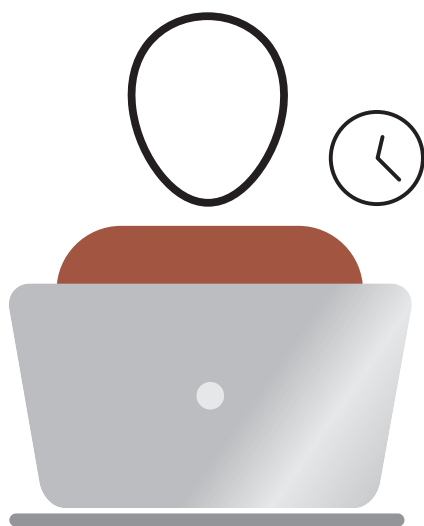
- Important questions (Sure short MCQs)
- Last terms sample questions
- 500 MCQs in every dept.

Edition : 1st Edition December' 2019

ISBN : 978-81-941251-1-2

Amount : **Rs.450.00** (No postage charges extra)

ONLINE MOCK TEST GIPSA PE'2020-21



10+
**ONLINE
M O C K
T E S T
P A P E R S
FOR EVERY
7 D E P T.**

**QUESTION BANK
Rs. 450.00**

**ONLINE MOCK TEST
Rs. 800.00**

Total : Rs. 1250.00

**COMBO OFFER
Rs. 800.00**

ACCOUNT DETAILS

Account Holder's Name : Pareeksha Solutions

A/c. No. 919020052908919

Bank : Axis Bank, Dum Dum Branch

IFSC Code : UTIB0000284

Send your details at
info@pareeksha.co

or

pareekshaindia@gmail.com

or Login at www.books.pareeksha.co

PAREEKSHA SOLUTIONS

<https://pareeksha.co/>

<https://books.pareeksha.co/>

PH: 6289594621

Mobile + Whatsapp : 6289619810

info@pareeksha.co

pareekshaindia@gmail.com