

# Insurance

1. What is insurance?

---

2. Explain the Principle of Utmost Good Faith.

---

---

3. What is an assessor?

---

---

4. Explain the Principle of Indemnity.

---

---

5. Explain the Principle of Contribution.

---

---

6. A house valued at €200,000 is insured for €100,000. A fire causes €40,000 worth of damage to the house. How much compensation will the insured person get?

---

7. What is meant by the term adequate insurance?

---

---

8. What is a proposal form?

---

---

9. Explain loadings and deductions in health insurance premium calculations.

---

---

10. Geraldine Lally, an accountant, does contract work in the EU. Geraldine has a heart condition but is a non-smoker and a non-drinker. She takes helicopter lessons. Her basic premium is €1,200. Loadings are 15% of basic for medical condition, living abroad and dangerous hobby, and deductions are 5% of basic plus loadings for being a non-drinker and non-smoker. Calculate her premium.

	€	€
Basic Premium		
<u>Add Loadings</u>		
<u>Less Deductions</u>		

11. What is an excess clause?

---

---