

SECTION A

STRUCTURE / ESSAY (100 marks)

INSTRUCTION: This section consists of **SIX (6)** structured questions. Answer **FOUR (4)** questions only.

QUESTION 1

- (a) Distribution channel involve distribution of product from producer to consumer. State **ALL** types of channels used in life insurance. (10 marks)
- (b) Explain the activities and the services that is available by Life Insurance Association of Malaysia (LIAM) (10 marks)
- (c) Outline the roles of an actuary (5 marks)

QUESTION 2

- (a) There are a few types of Life Insurance Product such as term assurance, endowment assurance and whole life assurance. Differentiate the nature of term assurance and endowment policies. (10 marks)
- (b) Explain the following types of bonuses:-
- i. Compound Reversionary Bonuses (3 marks)
 - ii. Special Bonuses (3 marks)
 - iii. Terminal Bonuses (3 marks)
- (c) Explain the method of assessing the value of key man (6 marks)

POLITEKNIK
Jabatan Pengajian Politeknik

EXAMINATION AND EVALUATION DIVISION
DEPARTMENT OF POLYTECHNIC EDUCATION
(MINISTRY OF HIGHER EDUCATION)

COMMERCE DEPARTMENT

FINAL EXAMINATION
DECEMBER 2011 SESSION

P4308 : INSURANS HAYAT

DATE : 26.04.2012
DURATION : 2 HOURS (11:15AM – 01:15PM)

This paper consists of **FOUR (4)** pages including the front page.
Section A: Essay (6 questions – answer 4)

CONFIDENTIAL UNTIL 26.04.2012
DO NOT OPEN THIS QUESTION PAPER UNTIL INSTRUCTED BY THE
CHIEF INVIGILATOR

QUESTION 6

- (a) One of the main types in investment to life office is preference share. Explain **THREE (3)** types of preference shares available.
(9 marks)
- (b) Explain the basic principles of investment of life funds.
(8 marks)
- (c) Explain Section 49 of the Income tax Act 1967 which is related to life insurance policy.
(4 marks)
- (d) A life insurance company may invest in an ordinary share and its can be divided into several groups. Explain any **TWO (2)** groups that are available.
(4 marks)

QUESTION 3

- (a) Assignor means a person who transfers the rights under the policy and assignee means the person to whom the rights are transferred. Explain **FIVE (5)** provisions to regulate assignment of policies.
(10 marks)
- (b) A trust is governed by the Trustee Act 1925 and some rules and regulations stipulated by the Act. Explain the following:
- i. Meaning of trust
 - ii. How the new trustee can be appointed as according to Section 25 of Trustee Act 1925.
(15 marks)

QUESTION 4

- (a) There are various diseases that affect the cardiovascular systems of the body. Explain **SIX (6)** types of the diseases available.
(18 marks)
- (b) Reassurance is one of the main ways in which a life office can maintain its financial stability. Explain how the reassurance can assist the life office.
(7 marks)

QUESTION 5

- (a) Extra risk can be classified into three main groups such as increasing extra mortality, level extra mortality and decreasing extra mortality. Explain how this extra risk can be allowed with extra mortality.
(15 marks)
- (b) Explain the treatment of expenses in calculating premium occurs.
(10 marks)