INDIAN SCHOOL AL WADI AL KABIR

Class: XII	**Department: Commerce**
Subject: BST	**Chapter 4: Business Services**
Worksheet: 01	**Competency Based Questions**

1. Rahul's father wants to save Rs. 100,000 so that he can gift the money to Rahul on his graduation day. Which type of deposit should he open with the bank?

2. A company insures its stock against fire for Rs. 15 Lakh. A fire broke down and the total stock was lost. At the time of the fire, there was stock worth Rs. 25 Lakh. What is the value of compensation the company would be entitled to?

3.Name the principle of insurance for each of the following statements:

(a) The insured is expected to disclose all the important facts related to the property insured.

(b) Insured must have some economic interest in the subject matter of Insurance contract.

(c) To claim for insurance the insured must take reasonable steps to minimize the loss.

(d) Insured is entitled to recover the loss suffered by him, up to the limit of the policy amount.

4. Soumya is a techno savvy person and uses different types of digital payment methods to make payments for purchases. She uses Aadhaar card to carry out financial transactions on a Micro-ATM by furnishing just their Aadhaar number and verifying it with the help of their fingerprint/iris scan so that she need not have to mention their bank account details to carry out those transactions. She went to a departmental store to made payment using her debit card at the checkout counter. She uses Google pay to pay her taxi fare. She got Amazon gift card as birthday gift from her parents which she used it to buy a Bluetooth speaker from Amazon.

Identify and explain the types of digital payment used to make different purchases.

5.Mr. Naresh bought a fire insurance for his warehouse by giving false information about the goods stored in the warehouse. It is not the warehouse that is insured, but it is the pecuniary interest of the insured in them, which is insured. He thought that in the event of loss, the insurer will compensate him and put him in the in the same position that he occupied immediately before the happening of the event insured against. Since the warehouse was insured, he did not take adequate steps to minimize loss when the warehouse caught fire during last summer. He took double insurance therefore it is the right of an insurer who has paid claim under an insurance, to call upon other liable insurers to contribute for the loss payment. From the information given above, identify the different types of insurance principles discussed by quoting the line from the above given paragraph.

6. In case there is a loss, when there is more than one policy on the same property, the insured will have no right to recover more than the full amount of his actual loss. Identify the principle of insurance and explain.

7. Suppose goods kept in a store house catch fire then the owner of the goods should try to recover the goods and save them from fire to minimise the loss or damage. The insured must behave with great prudence and not be careless just because there is an insurance cover. Identify the principle of insurance and explain.

8. Manju obtained a life insurance policy of her husband. After 5 years, she divorced her husband. After one year of divorce, her husband died in a car accident. Can she claim the amount of policy from the insurance company?

9. A person gets his stock of goods insured, but he hides the fact that the electricity board has issued him statutory warning letter to get his factory's wiring changed later on, the factory catches fire due to short circuit. Can he claim compensation? State the name of "Principle".

10. Anju has taken a loan from Avi against the security of his factory. Can Avi take a fire insurance policy of that factory?