

Enroll. No.

K. E. Society's  
**Rajarambapu Institute of Technology, Rajaramnagar**  
 (An Empowered Autonomous Institute, affiliated to SUK)  
**Mid-Semester Examination (2025-26)**  
 Final Year B. Tech. (Auto. Tech. / Mech. Engg. Auto.)

Q. P. Code
M 09

Course Code: AT465

Course Name: PE-III Motor Vehicle Insurance Practices

Day & Date: Thursday 18/09/2025

Time: 3:15 To 5:15

Max Marks- 50

- Instructions:
- 1) All questions are compulsory.
  - 2) Figures in rounded ( ) brackets within the question, indicate scheme of marking for respective part of the question, whereas, figures in the first right column indicate total marks for that whole question.
  - 3) CO is the index number of the Course Outcome statement.
  - 4) The Bloom's taxonomy level (BL) for 1,2,3,4,5 and 6 is remember, understand, apply, analyze, evaluate and create respectively.
  - 5) Assume suitable data if necessary.
  - 6) Use of non-programmable calculator is allowed

CO    Marks    BT  
Level

Q.1 Answer the following:

- |   |   |   |   |    |
|---|---|---|---|----|
| a | Define "Risks" and "Perils".(2) Describe various types of risks and perils in line with motor insurance practices.(4)   | 1 | 6 | L3 |
| b | Explain the importance of the principle of utmost good faith in motor insurance. You are applying for a motor insurance policy for your new car.(3) What information should you provide to the insurer to comply with the principle of utmost good faith, and why is this important?(3) | 1 | 6 | L4 |

OR

- |   |  |   |   |    |
|---|--|---|---|----|
| c | Discuss the legal requirements for motor vehicle insurance under the Motor Vehicles Act, 1988. | 1 | 6 | L2 |
| d | Discuss the application of principle of insurable interest under Motor Insurance.              | 1 | 5 | L2 |

- Q.2
- |   |   |   |   |    |
|---|---|---|---|----|
| a | Describe how the classification of a motor vehicle affects its insurance coverage and the risks associated with it.                             | 2 | 6 | L3 |
| b | Identify and explain the key documents required for motor insurance.(3) How do these documents ensure proper coverage and claims processing?(3) | 2 | 6 | L4 |

OR

- |   |   |   |   |    |
|---|---|---|---|----|
| c | Explain the concept of Insured Declared Value (IDV).(1) Discuss why IDV is important for vehicle insurance. Calculate IDV for following(5)<br><ul style="list-style-type: none"> <li>Make: Honda</li> <li>Model: City</li> <li>Year of Manufacture: 2019</li> <li>Purchase Price: ₹11,00,000.00</li> <li>New Price: ₹13,00,000.00</li> <li>Additional Fittings: ₹60,000.00</li> </ul> | 2 | 6 | L4 |
| d | Describe Motor Cover Note.  | 2 | 5 | L2 |



- |     |   |   |   |   |       |
|-----|---|---|---|---|-------|
| Q.3 | a | Identify the various causes of motor vehicle accidents and explain how they influence insurance claims. | 3 | 6 | L3    |
|     |   | OR  |   |   |       |
|     | b | Differentiate between Own Damage (OD) claims and Third-Party (TP) claims in motor insurance.            | 3 | 6 | L4    |
|     | c | Who is a surveyor in motor insurance,(2) and what role do they play in loss minimization?(3)            | 3 | 5 | L1,L3 |
|     | d | Describe the general procedure for settling Motor Total Loss (Theft) Claim.                             | 3 | 5 | L2    |

