

IC 38 IRDA Mock Test – 25 Questions

Instructions:

- Each question carries one mark.
- Choose the correct answer from the options given.
- Answers are provided at the end of the document.

Q1. What is the full form of IRDAI?

- A. Insurance Regulatory and Development Authority of India
- B. Indian Risk Development Authority of India
- C. Insurance Regulation Department of India
- D. Indian Revenue Development Authority

Q2. What is the main purpose of insurance?

- A. Entertainment
- B. Risk Protection
- C. Investment only
- D. Tax collection

Q3. Which insurance covers damage to a vehicle?

- A. Health Insurance
- B. Life Insurance
- C. Motor Insurance
- D. Travel Insurance

Q4. Who is called the proposer in insurance?

- A. Insurance agent
- B. Person buying insurance
- C. Nominee
- D. Surveyor

Q5. What is the minimum age to buy a life insurance policy?

- A. 18 years
- B. 10 years
- C. 25 years
- D. 60 years

Q6. Which document is proof of insurance?

- A. PAN Card
- B. Policy Bond
- C. Passport
- D. Driving License

Q7. What is premium in insurance?

- A. Loan amount
- B. Claim amount
- C. Amount paid for insurance
- D. Tax amount

Q8. Health insurance mainly covers:

- A. Vehicle repair
- B. Medical expenses
- C. Property tax
- D. Travel bookings

Q9. Nominee means:

- A. Insurance company
- B. Person receiving policy benefits
- C. Agent
- D. Doctor

Q10. What is claim settlement?

- A. Policy cancellation
- B. Payment of insured loss
- C. Premium payment
- D. Loan repayment

Q11. ULIP stands for:

- A. Unit Linked Insurance Plan
- B. Universal Life Insurance Policy
- C. Unified Linked Investment Plan
- D. User Life Insurance Plan

Q12. What is the free-look period in insurance?

- A. Time to repay loan
- B. Period to review and cancel policy
- C. Grace period for claim
- D. Lock-in period

Q13. Which insurance is mandatory for vehicles in India?

- A. Third-party insurance
- B. Travel insurance
- C. Health insurance
- D. Crop insurance

Q14. What does sum assured mean?

- A. Premium amount
- B. Maximum amount payable by insurer
- C. Loan amount
- D. Tax amount

Q15. Who regulates insurance companies in India?

- A. RBI

- B. SEBI
- C. IRDAI
- D. LIC

Q16. What is grace period in insurance?

- A. Extra time to pay premium
- B. Claim settlement period
- C. Loan tenure
- D. Policy maturity period

Q17. Which insurance provides pension after retirement?

- A. Motor Insurance
- B. Pension Plan
- C. Marine Insurance
- D. Travel Insurance

Q18. What is underwriting?

- A. Claim rejection
- B. Risk assessment process
- C. Premium refund
- D. Policy renewal

Q19. Which insurance covers fire accidents?

- A. Fire Insurance
- B. Marine Insurance
- C. Crop Insurance
- D. Travel Insurance

Q20. A lapsed policy means:

- A. Active policy
- B. Expired due to non-payment
- C. Transferred policy
- D. Claimed policy

Q21. What is the purpose of KYC in insurance?

- A. Tax saving
- B. Identity verification
- C. Claim settlement
- D. Loan approval

Q22. What is reinsurance?

- A. Insurance for vehicles
- B. Insurance taken by insurers
- C. Double insurance
- D. Travel cover

Q23. Which policy provides coverage for hospitalization expenses?

- A. Motor Policy
- B. Health Policy
- C. Marine Policy

D. Fire Policy

Q24. What is policy renewal?

- A. Buying new policy
- B. Extending existing policy validity
- C. Claim settlement
- D. Policy surrender

Q25. What is insurance fraud?

- A. Legal insurance claim
- B. False claim for benefits
- C. Premium payment
- D. Policy renewal

Answer Key

Question	Answer
1	A
2	B
3	C
4	B
5	A
6	B
7	C
8	B
9	B
10	B
11	A
12	B
13	A
14	B
15	C
16	A
17	B
18	B
19	A
20	B
21	B
22	B
23	B
24	B
25	B