

IC 38 IRDA Mock Test – 25 Questions

IC38 IRDA Exam Preparation Set 5

Instructions:

- Each question carries one mark.
- Choose the correct answer from the options given.
- Answers are provided at the end of the document.
- Based on latest IC-38 IRDA syllabus.

Q1. Who regulates the insurance sector in India?

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

Q2. What is insurance fraud?

- A. Genuine claim
- B. False claim for benefits
- C. Policy renewal
- D. Tax filing

Q3. What is a rider in insurance?

- A. Additional policy benefit
- B. Loan
- C. Tax
- D. Premium

Q4. What is claim repudiation?

- A. Claim approval
- B. Claim rejection
- C. Premium payment
- D. Policy issue

Q5. What is a policy term?

- A. Duration of insurance coverage
- B. Tax amount
- C. Loan period
- D. Claim bonus

Q6. What is a grace period?

- A. Time for premium payment after due date
- B. Claim processing time
- C. Loan period
- D. Waiting period

Q7. What is no-claim bonus?

- A. Penalty
- B. Reward for no claims
- C. Loan benefit
- D. Tax rebate

Q8. What is customer servicing?

- A. Selling only
- B. Assisting customers after sale
- C. Tax filing
- D. Claim rejection

Q9. What is KYC used for?

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

Q10. Which insurance covers international travel?

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

Q11. What is the free-look period?

- A. Policy review and cancellation period
- B. Loan tenure
- C. Claim period
- D. Waiting time

Q12. What is policy servicing?

- A. Maintaining policy records and support
- B. Tax filing
- C. Loan processing
- D. Claim rejection

Q13. What is the role of IRDAI?

- A. Regulate insurance industry
- B. Provide loans
- C. Manage banks
- D. Stock trading

Q14. What is policy renewal?

- A. Claim payment
- B. Extending policy validity
- C. Policy surrender
- D. Tax filing

Q15. Who is an insurer?

- A. Customer
- B. Insurance company
- C. Agent
- D. Surveyor

Q16. What is a cover note?

- A. Temporary proof of insurance
- B. Tax paper
- C. Bonus receipt
- D. Loan document

Q17. Which insurance policy covers hospitalization expenses?

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

Q18. What is claim settlement?

- A. Claim rejection
- B. Payment of insured loss
- C. Policy surrender
- D. Loan payment

Q19. What is ethical selling?

- A. Misleading customer
- B. Honest product recommendation
- C. Aggressive selling
- D. False promises

Q20. What is underwriting?

- A. Claim settlement
- B. Risk evaluation
- C. Policy cancellation
- D. Tax payment

Q21. What is a waiting period in health insurance?

- A. Time before coverage starts
- B. Claim payment time
- C. Loan duration
- D. Tax period

Q22. What is moral hazard?

- A. Increased risk due to dishonesty
- B. Fire accident
- C. Tax saving
- D. Investment

Q23. What is commission in insurance?

- A. Agent earnings
- B. Tax amount
- C. Claim bonus
- D. Loan

Q24. What is an endorsement?

- A. Policy amendment
- B. Claim rejection
- C. Tax
- D. Bonus

Q25. What is insurable interest?

- A. Tax benefit
- B. Financial interest in insured item
- C. Loan amount
- D. Bonus

Answer Key

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