

C-5 Accident & Motor Insurance

Applicable in = 1988.

1st Amendment (Major) = 1994.

2nd " " = 2000

3rd " " = 2001

Meaning :- It is the insurance purchased to protect from ^{Road.} vehicles.

↳ Place of Applicability = Whole India.

↳ Nature of Act = Compulsory

↳ Objectives of Act :-

1) Safety standard measure related to road.

2) To control pollution & accident

3) To take strict action while issue driving licence.

4) Establishment of Road Safety Committee.

↳ Types of Motor vehicles :

Definition of motor vehicles as per

Sec. 2 of Act, 1988 are :-

(a) As per 2(47) ⇒ It means Public transport, luggage transport & Private vehicles.

(b) As per 2(11) ⇒ vehicles which are used by colleges, schools for their staff & students.

(c) As per 2(16) ⇒ Those tractor in which loaded goods weight is above - 12000 kg.

As per 2(17) \Rightarrow means any motor ~~in~~ whose weight is along with goods more than 12000 kg.

As per 2(21) \Rightarrow means any motor ~~or~~ Tractor ~~or~~ Road Roller whose weight along with goods is not more than 75000 kg.

As per 2(23) = Those vehicle which are neither Big nor Small are known as Middle ~~vehicle~~ vehicles.

As per 2(26) = Any vehicles other than Public transport, Bus, Road roller, Tractor or Motor cycle.

As per 2(27) = Any Motor vehicle ~~in~~ which is 2 wheelers along with Side Car.

As per 2(29) = vehicle which is for more than 6 people

Principles of Motor Insurance

- 1) Utmost Good Faith
- 2) Insurable Interest
- 3) Principle of Indemnity
- 4) Principle of Subrogation
- 5) Principle of Loss Mitigation

Risks Covered under Motor Insurance

- 1) By Fire explosion
- 2) By Riot & Strike
- 3) By earthquake
- 4) By malicious act or terrorist activity
- 5) By landslide / rockslide.