

## Chart of difference between Life insurance and Fire Insurance

Points of differences	Life Insurance	Fire Insurance
<b>Meaning</b>	Life insurance provides financial support to the family after the death of the insured person or at the time of old age.	A fire insurance policy provides safety against the loss by fire, explosion etc.
<b>Contract</b>	The contract between the insured and the insurer on the basis of the utmost good faith.	Fire insurance is a contract of indemnity.
<b>Insurable interest</b>	Insurable interest must be present at the time of taking the life insurance policy.	Insurable interest must be present at the time of taking the insurance policy as well as at the time of loss or damage.
<b>Premium</b>	In a life insurance policy, the premium is fixed cannot be changed.	In the case of Fire insurance, the premium may be altered at the time of renewal of the policy.
<b>Medical Examination</b>	Medical Examination is a must for taking the life insurance policy.	No medical examination is needed in the case of fire insurance.
<b>Principle of indemnity</b>	The principle of indemnity is not applicable to life insurance because we cannot estimate the loss due to the death of a person.	General insurance includes the principle of indemnity.
<b>Loss</b>	Loss is cannot be measured in life insurance	In fire insurance loss of property or asset can be measured.
<b>Risk and Uncertainty</b>	In human life, there is an element of certainty as death or maturity of the period. So compensation is a must.	In fire insurance, there is an element of uncertainty regarding the loss of property. So there may not be any compensation to claim.
<b>Time period</b>	The time period for life insurance is generally 15-20 years.	Period of one insurance is basically of one year.