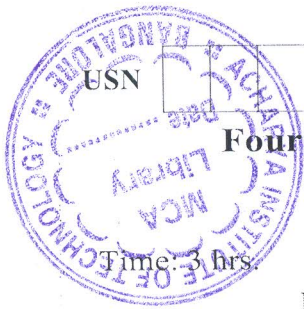


CBCS SCHEME

18MBAFM402



Fourth Semester MBA Degree Examination, Jan./Feb. 2023 Risk Management and Insurance

Time: 3 hrs.

Max. Marks:100

Note: 1. Answer any FOUR full questions from Q.No.1 to 7.
2. Q.No. 8 is compulsory.

- 1 a. Distinguish between Pure and Speculative risk. (03 Marks)
b. Discuss the requirements of an insurable risk. (07 Marks)
c. Explain the Risk control and Risk financing techniques. (10 Marks)
- 2 a. What is loss forecasting? (03 Marks)
b. Discuss the burden of risk. (07 Marks)
c. Explain the various types of risk. (10 Marks)
- 3 a. Distinguish between annuity and life insurance. (03 Marks)
b. Discuss the duties and powers of IRDAI. (07 Marks)
c. Explain the classification of life insurance. (10 Marks)
- 4 a. What is general insurance? (03 Marks)
b. Discuss the essentials of insurance contract. (07 Marks)
c. Explain the important clauses in marine insurance. (10 Marks)
- 5 a. What is underwriting? (03 Marks)
b. Discuss the types of marine insurance covers available in India. (07 Marks)
c. Explain the process of settlement of claim in life and general insurance. (10 Marks)
- 6 a. Define Insurance. (03 Marks)
b. Discuss the types of insurance organizations. (07 Marks)
c. Explain the process of underwriting in life and nonlife insurance. (10 Marks)
- 7 a. Compare insurance with hedging. (03 Marks)
b. Discuss the principles of Underwriting. (07 Marks)
c. Explain the insurance market dynamics. (10 Marks)
- 8 Case Study (Compulsory) :

James and Emily are married and own an apartment in Sydney, Australia. Their son Jacob, attends college in London and lives in a student residence, near campus. Their daughter, Kelly, is a senior in high school. James is an accountant who works for a local accounting firm. Emily is a marketing analyst and is often away from home several days at a time.

The family's home contains household furniture, personal property, two computers and a laptop computer that Emily uses while traveling. The family also owns three cars. Jacob drives a 2010 Ford; James drives 2014 Pontiac for both business and personal use; and Emily drives 2015 Toyota and a rental car when she is travelling. Although the family owned their home for several years. They are considering moving because of the recent increase in crimes in their neighborhood.

Questions :

- a. Describe briefly the steps in the personal risk management process. (10 Marks)
- b. Identify the major pure risks or pure loss exposures to which James and Emily are exposed. (10 Marks)

Important Note : 1. On completing your answers, compulsorily draw diagonal cross lines on the remaining blank pages.
2. Any revealing of identification, appeal to evaluator and /or equations written eg, 42+8 = 50, will be treated as malpractice.