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## Fourth Semester MBA Degree Examination, June/July 2023 Risk Management and Insurance

Time: 3 hrs.

Max. Marks:100

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

- 1 a. Define risk and state the types of risks. (03 Marks)  
b. Discuss the sources of risk. (07 Marks)  
c. Describe the process of risk management. (10 Marks)
- 2 a. State the meaning of risk control. (03 Marks)  
b. Explain various techniques of risk control. (07 Marks)  
c. Discuss the steps of decision making in risk-management. (10 Marks)
- 3 a. List out the characteristics of insurance. (03 Marks)  
b. Describe the requirements of insurable risk. (07 Marks)  
c. Explain the essentials of valid insurance contracts. (10 Marks)
- 4 a. Define Life Insurance contract and list out any three documents needed at the proposal stage. (03 Marks)  
b. Discuss the types of annuities. (07 Marks)  
c. Classify the various life insurance policies available. (10 Marks)
- 5 a. Give the meaning of Marine Insurance. (03 Marks)  
b. Analyze the role of IRDA in the insurance sector. (07 Marks)  
c. Explain the factors to be considered for premium fixing in life insurance policy. (10 Marks)
- 6 a. What is under writing in non-life insurance? (03 Marks)  
b. Describe the functions of insurers. (07 Marks)  
c. Discuss the claim settlement in General Insurance and Life Insurance. (10 Marks)
- 7 a. Differentiate between annuity and life insurance. (03 Marks)  
b. Explain the various principles of underwriting. (07 Marks)  
c. Discuss the types of marine insurance and also mention the important clauses in marine insurance. (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.

## 8 CASE STUDY: (compulsory)

Mr. XYZ is running a business of producing different types of umbrellas such as three fold umbrellas, two fold umbrellas, golf umbrellas and beach umbrellas.

The business is presently located in Bengaluru city. Mr. XYZ is planning to have separate plants for producing each of these different types of umbrellas.

As a precautionary measure, Mr. XYZ wants to keep his plant safe and secured from all possible sources of risks such as fire, theft, explosion, etc.

Questions :

- a. If Mr. XYZ wants a policy that covers goods located at different location, which types of fire insurance policy would you recommend and why? (07 Marks)
- b. If Mr. XYZ wants a insurance policy to cover all types of risks such as fire, explosion and theft, which policy would you recommend and why? (07 Marks)
- c. Give your suggestions to Mr. XYZ on essentials of valid Fire Insurance contracts. (06 Marks)

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