

# CBCS SCHEME

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16MBAFM402

Fourth Semester MBA Degree Examination, June/July 2018

## Risk Management and Insurance

Time: 3 hrs.

Max. Marks:80

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

- 1 a. What is Hedging? (02 Marks)  
b. Briefly explain objectives of Risk Management. (06 Marks)  
c. Briefly discuss the methods to handle Business risk. (08 Marks)
- 2 a. Mention any two features of Life Insurance Contract. (02 Marks)  
b. Briefly explain Non Insurance Risk Management Technique. (06 Marks)  
c. Explain essentials of Insurance Contract. (08 Marks)
- 3 a. What is Group Insurance Policy? (02 Marks)  
b. Explain the various clauses in Marine Insurance. (06 Marks)  
c. What is Insurance? Explain its functions. (08 Marks)
- 4 a. What is Marine Insurance? (02 Marks)  
b. Discuss strategies that can be adopted to Market Insurance Products. (06 Marks)  
c. Explain the functions of IRDA. (08 Marks)
- 5 a. What is Endowment Life Insurance Policy? (02 Marks)  
b. List out details to be stated in General Insurance Policy. (06 Marks)  
c. Explain Business Risk exposure method of Risk identification. (08 Marks)
- 6 a. What is focus of loss control? (02 Marks)  
b. Explain characteristics of Insurance. (06 Marks)  
c. Explain different types of risks. (08 Marks)
- 7 a. What is Fire Insurance? (02 Marks)  
b. Explain the Risk Management Process in brief. (06 Marks)  
c. Give a list of includes and excludes of Motor Insurance. (08 Marks)

### 8 CASE STUDY :

Dicxy Ltd., is into several business like personal care products like soaps and detergent food business etc. Its sales are 2000 Crs annually and major from exports. The company generates profits of 1000 Crs on an average but it fluctuates. Their investment is 2000 Crs in Plants & Machinery and have 2500 employees for working. There is severe drought in the region for a year now and corps have failed, there is shortage of drinking water etc which has severely impacted economic condition in the region. Petrol and diesel prices have shot up leading to increase in transportation cost and cost of production. President Trump has made immigration rules more stringent and imposed large tariffs in the name saving jobs and manufacturing at US.

#### Question :

- a. Explain the different risks involved in Dicxy Ltd and assess impact on the firm. (08 Marks)
- b. Give suggestions on how to overcome these challenges to make company successful. (08 Marks)

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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.