TECHNICAL UNIVERSITY OF MOMBASA

SCHOOL OF BUSINESS

DEPARTMENT OF BUSINESS ADMINISTRATION

UNIVERSITY EXAMINATION FOR:

DEGREE IN BACHELOR OF BUSINESS ADMINISTRATION JAB/S

DEGREE IN BACHELOR OF COMMERCE JAB/SELF

DEGREE IN BACHELOR OF BUSINESS AND OFFICE

MANAGEMENT JAB/SELF

BMS 4202: RISK MANAGEMENT AND INSURANCE SPECIAL/

SUPPLEMENTRY EXAMINATIONS

END OF SEMESTER EXAMINATION

SERIES: AUGUST2017

TIME: 2HOURS

DATE: Pick DateAug 2017

Instructions to Candidates
You should have the following for this examination
-Answer Booklet, examination pass and student ID
This paper consists of **FIVE** questions. Attemptquestion ONE (Compulsory) and any other TWO questions.
Do not write on the question paper.

QUESTION ONE
   a) Discuss the most important categories of risk (10 marks)
   b) Explain the post loss objectives of risk management (10 marks)
   c) Describe steps in conducting a Hazard and Operability (HAZOP) study (10 marks)

QUESTION TWO
   a) Describe the factors considered in selecting a method for risk identification (10 marks)

b) Enumerate the role of government in risk management (10 marks)

QUESTION THREE
a) Explain the benefits of insurance to the society (10 marks)
b) 'Managing the insurance portfolio for a large corporation or company is almost a job in its own right. It does occupy a great deal of the time of the risk manager.'
Outline what the job involves (10 marks)

QUESTION FOUR
a) Physical inspection is one of the techniques and tools for risk identification. Describe how to conduct an inspection.(10 marks)
b) Explain the different types of hazards(10 marks)

QUESTION FIVE
Explain the following techniques for risk identification:
a) The Prouty approach(5 marks)
b) Event Tree Analysis (5 marks)
c) Tornado Charts (5 marks)
d) Earnings at Risk (5 marks)