



TECHNICAL UNIVERSITY OF MOMBASA

SCHOOL OF BUSINESS

DEPARTMENT BUSINESS ADMINISTRATION

UNIVERSITY EXAMINATION FOR:

DEGREE

BMS 4202 RISK MANAGEMENT AND INSURANCE

SERIESE: AUGUST 2019

TIME: 2 HOURS

DATE: 12TH JULY 2019

Instructions to Candidates

You should have the following for this examination

-Answer Booklet, examination pass and student ID

This paper consists of **FIVE** questions. Attempt **ONE (Compulsory)** and any other **TWO** questions.

Do not write on the question paper.

Question One

- (a) Examine the role of IRA for the regulation of the Kenyan Insurance sector. (10 Marks)
- (b) Describe the roles of insurance as a risk management technique. (10 Marks)
- (c) Discuss the major types of risk that are associated with great financial insecurity. (10 Marks)

Question Two

Discuss the process that may be followed in managing risks of a manufacturing organization.

(20 Marks)

Question Three

- (a) Describe any **FIVE** benefits of insurance in Kenya. (10 Marks)
- (b) Explain any **FIVE** challenges that insurance industry in Kenya faces. (10 Marks)

Question Four

- (a) Discuss any **FOUR** methods of treating risks. (8 marks)
- (b) Define a risk register and explain three reasons why it is maintained (12 Marks)

Question Five

- (a) Explain the various types of risks encountered by an organization by use of relevant examples. (15 Marks)
- (b) Outline the role of government in risk management. (5 Marks)