


<b>Name:</b> <b>Enrolment No:</b>			
<b>UPES</b> <b>End Semester Examination, December 2024</b>			
<b>Course: Insurance &amp; Risk management</b> <b>Program: BCOM LLB</b> <b>Course Code: FINC2068</b>		<b>Semester: III</b> <b>Time: 03 hrs.</b> <b>Max. Marks: 100</b>	
<b>Instructions:</b> <b>All questions are compulsory.</b>			
<b>SECTION A</b> <b>(5Qx2M=10Marks)</b>			
S. No.		Marks	CO
Q 1	The Insurance is a)Contract b)Uncertainty c)Peril d)Hazard	2	CO1
Q 2	The measure aimed avoiding eliminating or reducing the loss production is covered by a)Risk Control b)Risk Retention c)Risk Avoidance d)Risk Financing	2	CO1
Q 3	Insurance is best suited to risk with a) High frequency and low loss severity. b) Low frequency and high loss severity. c) Minimum frequency and no loss severity. d) High frequency and high loss severity.	2	CO1
Q 4	An instrument by which a pure risk is transferred by a party other than insurer is a) Insurance b) Retention. c) Non Insurance Transfer d) Reinsurance.	2	CO1
Q 5	A person whose risk is insured, is called a)Insured b)merchandiser	2	CO1

	c)marketer d)Agents		
<b>SECTION B</b> <b>(4Qx5M= 20 Marks)</b>			
Q 6.	Differentiate between pure risk and speculative risk.	<b>5</b>	<b>CO2</b>
Q 7	Explain the meaning of enterprise risk management.	<b>5</b>	<b>CO2</b>
Q 8	Explain the term social insurance.	<b>5</b>	<b>CO2</b>
Q 9	Differentiate between insurance and hedging.	<b>5</b>	<b>CO2</b>
<b>SECTION-C</b> <b>(2Qx10M=20 Marks)</b>			
Q 10	Illustrate the following risk financing techniques a)non insurance transfer b) Retention.	<b>10</b>	<b>CO3</b>
Q11	Use a risk management matrix to illustrate how to choose risk management techniques depending on loss exposures.	<b>10</b>	<b>CO3</b>
<b>SECTION-D</b> <b>(2Qx25M=50 Marks)</b>			
Q12	Life insurance policies have different characteristics. For each of the following, categorize the life insurance policy that meets the description: i) A policy where the face amount of policy increases if the investment results are favorable. ii) A policy designed to pay estate taxes upon the death of the last surviving spouse. iii) A policy that permits the policy holder to determine how the premium are to be invested. iv) A policy that allows cash withdrawals for a down payment on home or payment of college tuition.	<b>25</b>	<b>CO4</b>
Q 13	The silver drive company is a taxi operation in Singapore, which owns a fleet of 5000 cars. The risk manager is considering a partial retention program for physical losses to company cars. a) Analyze the factors that the company should consider before it adopts a partial retention program for physical damage losses to company cars. b) If a partial retention program is adopted, analyze the various methods the company can use to pay for physical damage losses to company cars? c) Evaluate two risk control measures that could be used in the company's partial retention program for physical damage losses.	<b>25</b>	<b>CO4</b>