

Code: 14E00316

MBA III Semester Regular Examinations January 2016

RISK MANAGEMENT & INSURANCE

(For students admitted in 2014 only)

Time: 3 hours

Max. Marks: 60

All questions carry equal marks

SECTION – A

Answer the following: (05 X 10 = 50 Marks)

- 1 Explain the business risk and individual risk.
OR
- 2 Describe principle of Indemnity, principle of insurable interest and principle of Utmost good faith.
- 3 What are the types of loss control? When do you select optional loss control? Give a detailed explanation.
OR
- 4 Explain the role of agents and brokers in an insurance contract.
- 5 Explain the growth and development of insurance industry in India.
OR
- 6 Briefly comment on the life insurance demand and outlook in Indian context.
- 7 Explain the purpose of deductibles in insurance contract.
OR
- 8 Explain the liability coverage.
- 9 What precautions should be observed while designing employee benefit plans?
OR
- 10 What are the benefits of health insurance? Explain in detail.

SECTION – B

(Compulsory Question)

01 X 10 = 10 Marks

- 11 **Case study:**
City Bus corporation provides school bus transportation to private and public schools in India. City Bus owns 50 buses that are garaged in three different cities within the country. The firm faces competition from two larger bus companies that operate in the same area. Public schools boards and private schools generally award contracts to the lowest bidder, but level of service and overall performance are also considered.
 - (a) Briefly describe the steps in the risk management process that should be followed by the risk manager of city bus.
 - (b) Identify the major loss exposures faced by city bus.
