

**SVKM's NMIMS**  
**NMIMS – GLOBAL ACCESS SCHOOL FOR CONTINUING EDUCATION**

Programme: PGDBFM

Examination: June 2016

Subject: Insurance & Risk Management

Semester: III

Course : New

Marks : 70

Time: 3.00 p.m. to 6.00 p.m.

Date: 14.06.2016

**Instructions:**

1. Answer to each new question to be started on a fresh page.
2. Figures in bracket indicate full marks.

**Q.1) Attempt any 2 out of 4**

**(Marks: 2X5=10)**

- a) Elaborate the importance of Risk Actuals and Unknowable risk with respect to project evaluation.
- b) Explain the Life Annuity and Guaranteed Minimum Annuity with respect to disposition of proceeds.
- c) Explain the concept of capital adequacy maintenance to have financial solvency of a Life insurance company.
- d) Do you agree that, theft of proprietary information results in to major losses for a corporate? If yes, explain two reasons of happening of the same.

**Q.2) Write short notes on (2 out of 5)**

**(Marks: 2X5=10)**

- a) Describe the rights and responsibilities of an Insurer.
- b) How the mitigation of losses can be done by a Builder?
- c) Do you agree that Risk insurance parameters are mainly depends on risk identification and risk analysis? If yes, elaborate your answer.
- d) What do you mean by coinsurance? Explain two main provisions of coinsurance.
- e) What do you mean by collision coverage for insured property?

**Q.3) Attempt any 3 out of 5**

**(Marks: 3X10=30)**

- a) In case of General Insurance, property insurance are covered under the parameters named as "Replacement Cost New". Explain and elaborate in detail the valuation parameters including deductibles applicable for the same.
- b) Elaborate the measures to be adopted by Insurance company at the time of executing the Home Insurance coverage, including the value parameter.

- c) Define the risk management in terms of banking sector. Also explain in detail the steps involved in defining risk management as a decision making process.
- d) How the probability of death can be worked out, using the morality table? What are the uses of life table? Can the life table values are affected by gender of insured party?
- e) Describe risk planning and risk assessment from the view of Workers' Compensation Policy.

**Q.4) Attempt both the questions**

**(Marks: 2X10=20)**

- a) Differentiate between 'Limited Payment Whole Life policy' and 'Single Premium Whole Life policy'?
- b) Explain the four types of basic risks faced by person. Also explain the additional risks with respect to property and liability.

\*\*\*\*\*