

Jan. 2007

Subject Code—5823-X

**M.I.B. (Second Year) EXAMINATION**

(Re-appear)

MIB-201

**RISK MANAGEMENT**

*Time : 3 Hours*

*Maximum Marks : 100*

**Note :** Attempt any *Five* questions. All questions carry equal marks.

1. Discuss and illustrate the terms risk and uncertainty with reference to insurance business. Do you think that these concepts have got special meaning in insurance as compare to other business ?
2. "The introduction of IRDA Act is a unique addition for the smooth conduct of insurance business in India." Discuss the statement and bring out its impact with special reference to risk management process and administration. Give some examples.

3. "Consumer must be the supreme and the sentiments and expectations of the consumer must be duly recognized in a civilized society." How far risk management techniques in insurance business are doing justice with this statement ?
4. "Risk avoidance and risk reduction are the primary duty of the insurance surveyors." Explain the statement and illustrate the mutual aid schemes.
5. What is risk identification ? How is it different from risk financing, risk retention and risk transfer ? Give suitable examples.
6. Discuss and differentiate between risk management and functional management. Does functional management help in risk management ? If yes, give reasoning.
7. Write short notes on the following :
  - (a) The Factories Act, 1948 and Insurance Business
  - (b) Benefits and limitations of partial insurance.

8. Write an essay on the scope of risk management in corporate bodies, nationalized industries, local government and public utilities. Is risk management becoming more and more relevant nowadays ? Also give your observations for its better future.