

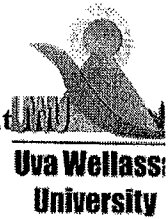
Uva Wellassa University

Faculty of Management

Degree of Bachelor of Business Management in Entrepreneurship and Management

3rd YEAR 1st SEMESTER EXAMINATION – FEBRUARY/MARCH 2011

EMG 301-2 Introduction to Insurance and Actuarial Science



Uva Wellassa
University

Instructions to candidates:

No. of pages : Two (02)
 No. of questions : Four (04)
 Time : Two (02) Hours
 Marks allocated : 100 Marks
 Answer **Three (03)** questions only.
 Each question carries equal marks.

Index No:

1.
 - I. What is Risk?
 - II. Define objective and subjective risk and give at least one example for each.
 - III. What are the major personal risks? Explain.
 - IV. What kind of risks involved in firm? Explain.
 - V. What are the major burdens of risk on society? Explain
 - VI. Write down different types of methods of handling risk?

2.
 - I. Define the term "Insurance".
 - II. Suppose that you have a computer selling company and you have sold 100 computers to one particular customer with 3 years grantee period. On the spot your profit is one million.
 - A. Would you think that you can enjoy this profit amount? Justify your answer.
 - B. Is there any risk involved to this transaction? Justify your answer.
 - C. How do you manage this risk? Explain
 - III. Define five different types of insurance policies and write down short notes about those.
 - IV. Discuss the relationship between insurance and risk.

3. Discuss the Sri Lankan Insurance Market. Under this you must focus following topics:

- I. History of Sri Lankan insurance Market.
- II. Insurance companies.
- III. Types of insurance policies and their coverage.
- IV. Knowledge about insurance (General public).
- V. Current situation.
- VI. Your suggestions and recommendations.

4.

- I. What are the main components of insurance pricing?
- II. Write down the main steps of insurance pricing.
- III. What you mean by risk management. Explain.
- IV. What is an Actuary? By giving examples briefly discuss the duties of an Actuary.