

**MASTER OF BUSINESS ADMINISTRATION
(MBACN)**

Term-End Examination

June, 2016

MCNE-071 : RISK MANAGEMENT AND INSURANCE

Time : 3 hours

Maximum Marks : 100

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

1. What do you understand by the organization of risk management ? Describe with the help of an example why an integrated/holistic rather than a stand-alone approach to risk management is important for today's businesses. 20

2. Actuarial science is the discipline that applies mathematical and statistical methods to assess risk in insurance, finance and other industries and professions. Elucidate with the help of an example. 20

3. (a) Explain the assumptions of standard models of risk and insurance.

- (b) Identify and assess environmental and sustainability considerations in problems in risk and insurance. 10+10

4. (a) What do you mean by History of Insurance and Risk Management ?
(b) What is risk management in a business ? 10+10
5. Distinguish between any *two* of the following : 10+10
(a) Mergers and Acquisitions
(b) Regulation and Compliance
(c) Life Insurance and Health Insurance
6. Explain the following acronyms : 4×5=20
(a) IRDA
(b) LIC
(c) GIC
(d) ALE
7. Briefly comment on any *two* of the following : 10+10
(a) Finding a way to manage our risk will help protect our financial assets today and in the future.
(b) Risk is based on uncertainty. It involves a loss, a catastrophe, or some other undesirable or negative outcome.
(c) Making a habit of high-risk behaviour will eventually catch up with you and may wreck your financial goals.
8. Write short notes on any *two* of the following : 10+10
(a) Insolvencies
(b) Insurance Pricing
(c) Corporate Risk Management