

SULIT



**BAHAGIAN PEPERIKSAAN DAN PENILAIAN
JABATAN PENDIDIKAN POLITEKNIK
KEMENTERIAN PENDIDIKAN TINGGI**

JABATAN PERDAGANGAN

PEPERIKSAAN AKHIR

SESI JUN 2017

DPP5013 : PRINCIPLES OF RISK MANAGEMENT AND INSURANCE

TARIKH : 31 OKTOBER 2017

MASA : 8.30 PAGI - 10.30 PAGI (2 JAM)

Kertas ini mengandungi **LIMA (5)** halaman bercetak.
Esei (4 soalan)

Dokumen sokongan yang disertakan : Tiada

JANGAN BUKA KERTAS SOALAN INI SEHINGGA DIARAHKAN

(CLO yang tertera hanya sebagai rujukan)

SULIT

INSTRUCTION:

This section consists of **FOUR (4)** essay questions. Answer **ALL** questions.

QUESTION 1CLO1
C1

- (a) Risk management can be defined as a systematic approach to deals with risks that threaten the assets and earnings of a business or enterprise. Describe **FIVE (5)** steps in risk management process.

[10 marks]

CLO1
C1

- (b) Insurance aims at safeguarding the interest of the individuals who are insured. This is achieved by having losses experienced by the unfortunate few compensated by the contributions of others. Based on this statement:

- (i) Identify the concept of Common Pool.

[3 marks]

- (ii) Describe the application of Law of Large Number in insurance.

[3 marks]

- (iii) Define premium.

[3 marks]

- (iv) Identify **THREE (3)** functions of insurance.

[6 marks]

QUESTION 2

CLO2
C2

(a) Insurable interest is the legal right to insure arising from the legitimate financial interest which an insured has in a subject matter of insurance.

(i) Identify **FOUR (4)** persons who are entitled the insurable interest. [4 marks]

(ii) Determine when the insurable interest exists. [6 marks]

(b) Insurance contracts are not only subject to the general principles of the law of contract but also certain special legal principles that are embodied in insurance contracts. Describe the following principles of insurance:

(i) Indemnity. [5 marks]

(ii) Proximate cause. [5 marks]

(iii) Utmost good faith. [5 marks]

CLO2
C2

QUESTION 3

CLO2
C3

(a) Mr. Abdul Fattah bought a new car. According to Road Transport Act, it is compulsory for all Malaysians to have Motor Insurance. There are several types of Motor Insurance available in Malaysia. Assume you as an insurance agent,

(i) Interpret **FOUR (4)** types of motor insurance coverage that suit to Mr. Abdul Fattah.

[10 marks]

CLO2
C3

(b) After graduated, Miss Medina has accepted an offer to work as a Marketing Officer at Tourism Company in Maldives. She always travels around the world. She may face risks while travelling. Assume you as a life insurance agent, you are required to:

(i) Explain **THREE (3)** importance of having Life Insurance protection to Miss Medina.

[6 marks]

(ii) Choose **THREE (3)** types of Life Insurance policies that may be suitable for Miss Medina.

[9 marks]

QUESTION 4

CLO3
C4

(a) Marine insurance covers any loss or damage of ships or cargo by which property is transferred or held between the points of origin and final destination.

(i) Differentiate any **TWO (2)** types of maritime losses.

[4 Marks]

(ii) Explain **THREE (3)** advantages of Marine Insurance for ship owner.

[6 Marks]

CLO3
C4

(b) Aviation insurance is an insurance coverage geared specifically to the operation of aircraft and the risks involved in aviation. Aviation insurance policies are distinctly different from those for other areas of transportation.

(i) Analyze **THREE (3)** factors affecting the risk for aviation insurance.

[6 marks]

(ii) Examine the difference between Hull Insurance (Airplane) not in motion and Hull Insurance (Airplane) in motion.

[9 marks]

SOALAN TAMAT