

**UGANDA MARTYRS UNIVERSITY**  
**FINAL EXAMINATION FOR THE DEGREE OF**  
**BACHELOR OF REAL ESTATE MANAGEMENT**  
**ACADEMIC YEAR 2021/2022**

**COURSE NAME: RISK AND INSURANCE PRACTICE. YEAR OF STUDY: ONE/TWO**

**COURSE CODE: REM 2204**

**DATE: 14<sup>TH</sup> JULY 2022**

**SEMESTER TWO**

**TIME: 3 HOURS**

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**INSTRUCTIONS:**

Answer any **FOUR QUESTIONS**.

**DO NOT WRITE** on the question paper.

All the questions carry **EQUAL MARKS**.

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**QUESTION ONE**

Samuel is a peasant farmer in Ntungamo district. He has heard of insurance for the first time over the local radio station. He says that one can insure any kind of risk. He then approaches you as an expert for a detailed understanding of the subject matter.

- a) Discuss the different characteristics of insurable risks. **(12 Marks)**
- b) Using different examples with the excerpt above, explain the various methods of handling risks. **(13 Marks)**

**QUESTION TWO**

- a) Explain the differences between: @ 4marks  
**(12 Marks)**
  - (i) Fundamentals and particular risks
  - (ii) Pure and speculative risks
  - (iii) Financial and non-financial risks
- b) Discuss the different ways insurance companies can increase awareness of the importance of insurance. **(13 Marks)**

### **QUESTION THREE**

- a) Discuss the different players and their roles in the insurance market. **(15 Marks)**
- b) Explain with practical examples the different methods insurers use to compete for business in the Ugandan insurance market? **(10 Marks)**

### **QUESTION FOUR**

- a) Explain at least six roles played by Insurance Regulatory Authority in the insurance industry in Uganda. **(12 Marks)**
- b) Discuss the different forms of unethical behavior by different players in the insurance industry in Uganda. **(13 Marks)**

### **QUESTION FIVE**

The Insurance industry and practice in general is built on fundamental principles of insurance.

As a student with exquisite knowledge on insurance, discuss the different principles that govern the insurance industry. **(25 Marks)**

### **QUESTION SIX**

- a) Explain the differences between General Insurance and Life Insurance **(10 Marks)**
- b) Discuss the different steps an insured has to undertake in order to be compensated by the insurance company in the event that the risk insured has occurred such as a motor accident has occurred and there is no more vehicle and only compensation of a new vehicle is required. **(15 Marks)**

**END**