

# INTRODUCTION TO RISK AND INSURANCE MANAGEMENT.

## MODULE 1:

### Quiz One:

Question 1

Correct

Mark 1.00 out  
of 1.00

 Flag question

Risk is good and at the same time bad

Select one:

True

False ✓

The correct answer is 'False'.

### Quiz Two:

Question 1

Correct

Mark 1.00 out  
of 1.00

 Flag question

All risks are pure risk.

Select one:

True

False ✓

The correct answer is 'False'.

### Quiz Three:

Question 1

Correct

Mark 1.00 out  
of 1.00

 Flag question

A peril causes a hazard.

Select one:

True

False ✓

The correct answer is 'False'.

## Quiz Four:

### Question 1:

#### Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

The burden of risk on society refers to the idea that the consequences of certain risks and disasters can have widespread and far-reaching impacts beyond the individuals or organizations directly affected.

Select one:

- True
- False ✓

The correct answer is 'False'.

### Question Two:

#### Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Effective risk management practices can significantly reduce the burden of risk on society by minimizing the social and economic fallout associated with adverse events.

Select one:

- True
- False ✓

The correct answer is 'False'.

## Quiz Five:

### Question One:

**Question 1**

Correct

Mark 1.00 out  
of 1.00 Flag  
question

Question 1: In the Deepwater Horizon oil spill, what is the peril?

- a. The release of crude oil into the Gulf of Mexico
- b. The explosion and fire on the drilling rig ✓
- c. The economic losses experienced by coastal communities
- d. The lack of regulatory oversight

The correct answer is: The explosion and fire on the drilling rig

### Question Two:

**Question 2**

Correct

Mark 1.00 out  
of 1.00 Flag  
question

Question 2: Which of the following best describes the hazard in the Deepwater Horizon case?

- a. The drilling rig's daily operations ✓
- b. The financial pressures faced by BP
- c. The potential for a blowout in the well
- d. The lack of suitable cleanup equipment

The correct answer is: The drilling rig's daily operations

### Question Three:

**Question 3**

Correct

Mark 1.00 out  
of 1.00 Flag  
question

Question 3: What societal consequences resulted from the Deepwater Horizon oil spill?

- a. Increased profits for BP ✓
- b. Improved regulatory oversight
- c. Economic losses for coastal communities
- d. Positive environmental impacts on marine life

The correct answer is: Increased profits for BP

## Question Four:

### Question 4

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Question 4: How did the Deepwater Horizon incident impact public perception of corporate responsibility?

- a. It had no impact on public perception.
- b. It reinforced the belief that corporations are always responsible for accidents. ✓
- c. It suggested that corporate responsibility is irrelevant in environmental disasters
- d. It raised awareness about corporate responsibility and environmental stewardship.

The correct answer is: It reinforced the belief that corporations are always responsible for accidents.

## MODULE 2:

### Quiz Based on Video 1:

#### Question One:

### Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Risk management is a static concept that has remained unchanged throughout history.

Select one:

- True
- False ✓

The correct answer is 'False'.

## Question Two:

### Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

The concept of risk management has evolved over time in response to changing business environments and advancements in technology.

Select one:

True ✓

False

The correct answer is 'True'.

## Question Three:

### Question 3

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Risk management primarily involves eliminating all risks associated with various activities to ensure a safe outcome.

Select one:

True

False ✓

The correct answer is 'False'.

## Quiz Based on Video 3:

### Question One:

#### Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

What are the key responsibilities of risk managers within an organization? Select the correct options.

- a. Developing risk mitigation strategies ✓
- b. Managing day-to-day operations
- c. Identifying and assessing risks ✓
- d. Ensuring compliance with regulatory requirements ✓

## Question Two:

### Question 2

Partially correct

Mark 0.50 out of 1.00

Flag question

Which of the following is a key responsibility of risk managers in the context of risk mitigation?

- a. Managing HR functions
- b. Developing contingency plans ✓
- c. Overseeing daily production operations
- d. Conducting market research

Your answer is partially correct.

You have correctly selected 1.

The correct answers are: Developing contingency plans, Conducting market research

## Quiz Based on Video 4:

### Question One:

#### Course index 1

Correct

Mark 1.00 out of 1.00

Flag question

What are the key steps in the risk management process? Select the correct options

- a. Risk assessment ✓
- b. Risk identification ✓
- c. Monitoring and reporting ✓
- d. Marketing strategy development
- e. Risk mitigation ✓

Your answer is correct.

The correct answers are: Risk identification, Risk assessment, Risk mitigation, Monitoring and reporting

## Question Two:

Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Risk management is a one-time activity that doesn't require continuous monitoring and adjustment.

Select one:

True ✓

False

The correct answer is 'True'.

## Question Three:

Question 3

Correct

Mark 1.00 out  
of 1.00

Flag  
question

What is the primary goal of risk mitigation in the risk management process?

- a. Minimizing the impact and likelihood of identified risks ✓
- b. Creating marketing campaigns
- c. Reducing stakeholder communication
- d. Overseeing daily operations ✓

Your answer is correct.

The correct answers are: Minimizing the impact and likelihood of identified risks, Overseeing daily operations

## Question Four:

Question 4

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Which of the following is NOT typically involved in risk management processes?

- a. Scenario analysis ✓
- b. Contingency planning ✓
- c. Risk assessment ✓
- d. Product development

Your answer is correct.

The correct answers are: Risk assessment, Scenario analysis, Contingency planning

## Question Five:

Question 5

Correct

Mark 1.00 out  
of 1.00

Flag  
question

In the risk management process, risk identification involves categorizing risks such as market risk, operational risk, and strategic risk.

Select one:

- True ✓
- False

The correct answer is 'True'.

## MODULE 2:

### Quiz Based on Video 1:

#### Question One:

##### Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Risk management is a static concept that has remained unchanged throughout history.

Select one:

- True
- False ✓

The correct answer is 'False'.

#### Question Two:

##### Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

The concept of risk management has evolved over time in response to changing business environments and advancements in technology.

Select one:

- True ✓
- False

The correct answer is 'True'.

## Question Three:

Question 3

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Risk management primarily involves eliminating all risks associated with various activities to ensure a safe outcome.

Select one:

- True
- False ✓

The correct answer is 'False'.

## Quiz Based on Video 3:

### Question One:

Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

What are the key responsibilities of risk managers within an organization? Select the correct options.

- a. Developing risk mitigation strategies ✓
- b. Managing day-to-day operations
- c. Identifying and assessing risks ✓
- d. Ensuring compliance with regulatory requirements ✓

Your answer is correct.

The correct answers are: Identifying and assessing risks, Developing risk mitigation strategies, Ensuring compliance with regulatory requirements

## Question One:

### Question 2

Partially correct

Mark 0.50 out of 1.00

Flag question

Which of the following is a key responsibility of risk managers in the context of risk mitigation?

- a. Managing HR functions
- b. Developing contingency plans ✓
- c. Overseeing daily production operations
- d. Conducting market research

Your answer is partially correct.

You have correctly selected 1.

The correct answers are: Developing contingency plans, Conducting market research

## Quiz Based on Video 4:

## Question One:

### Question 1

Correct

Mark 1.00 out of 1.00

Flag question

What are the key steps in the risk management process? Select the correct options

- a. Risk assessment ✓
- b. Risk identification ✓
- c. Monitoring and reporting ✓
- d. Marketing strategy development
- e. Risk mitigation ✓

Your answer is correct.

The correct answers are: Risk identification, Risk assessment, Risk mitigation, Monitoring and reporting

## Question Two:

Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Risk management is a one-time activity that doesn't require continuous monitoring and adjustment.

Select one:

True ✓

False

The correct answer is 'True'.

## Question Three:

Question 3

Correct

Mark 1.00 out  
of 1.00

Flag  
question

What is the primary goal of risk mitigation in the risk management process?

- a. Minimizing the impact and likelihood of identified risks ✓
- b. Creating marketing campaigns
- c. Reducing stakeholder communication
- d. Overseeing daily operations ✓

Your answer is correct.

The correct answers are: Minimizing the impact and likelihood of identified risks,  
Overseeing daily operations

## Question Four:

### Question 4

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Which of the following is NOT typically involved in risk management processes?

- a. Scenario analysis ✓
- b. Contingency planning ✓
- c. Risk assessment ✓
- d. Product development

Your answer is correct.

The correct answers are: Risk assessment, Scenario analysis, Contingency planning

## Question Five:

### Question 5

Correct

Mark 1.00 out  
of 1.00

Flag  
question

In the risk management process, risk identification involves categorizing risks such as market risk, operational risk, and strategic risk.

Select one:

- True ✓
- False

The correct answer is 'True'.

## Quiz (After Reading 2):

### Question One:

#### Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Risk management involves identifying, assessing, and mitigating risks associated with various activities.

Select one:

- True
- False ✓

The correct answer is 'False'.

### Question Two:

#### Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Risk identification is a one-time activity and does not need to be revisited in a risk management process.

Select one:

- True
- False ✓

The correct answer is 'False'.

### Question Three:

#### Question 3

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Risk managers do not need to be aware of regulatory requirements as it's the responsibility of other departments.

Select one:

- True
- False ✓

The correct answer is 'False'.

## Question Four:

### Question 4

Correct

Mark 1.00 out  
of 1.00

Flag  
question

The concept of risk management has remained static over time and has not evolved.

Select one:

- True
- False ✓

The correct answer is 'False'.

## Question Five:

### Question 5

Correct

Mark 1.00 out  
of 1.00

Flag  
question

An effective risk management framework can guarantee that an organization will never encounter any financial losses.

Select one:

- True
- False ✓

The correct answer is 'False'.

## Question Six:

### Question 6

Correct

Mark 1.00 out  
of 1.00

Flag  
question

An effective risk management framework is only relevant for large organizations and not for smaller ones.

Select one:

- True
- False ✓

The correct answer is 'False'.

## Question Seven:

Question 7

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Risk managers' primary responsibility is to make all decisions related to risk mitigation without consulting other departments.

Select one:

- True
- False ✓

The correct answer is 'False'.

## MODULE 3:

### Quiz One:

#### Question One:

Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

What is the primary focus of pre-loss (ex-ante) objectives in risk management?

- a. Proactively managing and mitigating risks before they materialize ✓ ✓
- b. Recovering from a loss event
- c. Assessing the impact of risks on stakeholders
- d. Addressing the consequences of risks after they occur

Your answer is correct.

The correct answer is: Proactively managing and mitigating risks before they materialize

#### Question Two:

Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

What do ex-post objectives aim to address in risk management?

- a. Consequences of risks before they occur
- b. Consequences of risks after they occur ✓ ✓
- c. Opportunities for growth
- d. Strategies for risk avoidance

Your answer is correct.

The correct answer is: Consequences of risks after they occur

## Question Three:

### Question 3

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Why is ensuring the stability of earnings an important post-loss objective?

- a. To maintain earnings per share if firms continue to operate ✓ 
- b. To maximize regulatory compliance
- c. To focus on crisis management
- d. To minimize the effect of the loss on other persons and on society

Your answer is correct.

The correct answer is: To maintain earnings per share if firms continue to operate

## Quiz Two:

### Question One:

#### Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Risk identification provides valuable information for strategic decision-making, enabling organizations to make informed choices about their goals, projects, and resource allocation by considering potential risks.

Select one:

- True ✓
- False

The correct answer is 'True'.

### Question Two:

#### Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Risk identification primarily involves identifying opportunities for growth rather than potential threats.

Select one:

- True
- False ✓

The correct answer is 'False'.

## Quiz Three (Risk Identification):

### Question One:

#### Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Physical inspection for risk identification primarily involves the examination of things that can be experienced through the five senses to detect risks facing the organization.

Select one:

True ✓

False

The correct answer is 'True'.

### Question Two:

#### Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Cause-and-effect diagrams, system or process flowcharts, and influence diagrams are examples of diagramming techniques that can be useful for identifying causes of risks.

Select one:

True ✓

False

The correct answer is 'True'.

### Question Three:

#### Question 3

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Information-gathering techniques for risk identification can include methods like brainstorming, the Delphi technique, interviewing, and SWOT analysis.

Select one:

True ✓

False

The correct answer is 'True'.

## Question Four:

**Question 4**

Correct

Mark 1.00 out  
of 1.00 Flag  
question

A Hazard and Operability (HAZOP) study is primarily focused on identifying hazards, and it investigates how a plant might deviate from its design intent.

Select one:

- True
- False ✓

The correct answer is 'False'.

## Quiz Three (ABC Bank...):

### Question One:

**Question 1**

Correct

Mark 1.00 out  
of 1.00 Flag  
question

One of the risk identification techniques employed by TECHTECH Corporation was a combination approach that involved a mix of methods, including physical inspections and documentation reviews.

Select one:

- True ✓
- False

The correct answer is 'True'.

### Question Two:

**Question 2**

Correct

Mark 1.00 out  
of 1.00 Flag  
question

The concept of risk identification involves recognizing potential threats and uncertainties that an organization may face.

Select one:

- True ✓
- False

The correct answer is 'True'.

## Question Three:

### Question 3

Correct

Mark 1.00 out  
of 1.00

Flag  
question

TECHTECH Corporation adopted various risk identification techniques following the breach, including physical inspections, interviews, documentation reviews, and a combination approach.

Select one:

True ✓

False

The correct answer is 'True'.

## Question Four:

### Question 4

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Before the cyberattack, TECHTECH Corporation's pre-loss objectives primarily focused on early prevention of cybersecurity risks.

Select one:

True

False ✓

The correct answer is 'False'.

## Question Five:

### Question 5

Correct

Mark 1.00 out  
of 1.00

Flag  
question

One of TECHTECH Corporation's post-loss objectives was to ensure the uninterrupted operation of its core services.

Select one:

True ✓

False

The correct answer is 'True'.

## MODULE 4:

### Quiz One:

#### Question One:

**Question 1**

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Which of the following is not a benefit of risk analysis?

- a. Improved project success rate
- b. Improved service delivery. ✓ ✓
- c. Increased profits.
- d. Reduced costs.

Your answer is correct.

The correct answer is: Improved service delivery.

#### Question Two:

**Question 2**

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Which of the following is a need for risk analysis?

- a. To eliminate all risks.
- b. To increase the impact of risks.
- c. To quantify the risk magnitude. ✓ ✓
- d. To reduce the likelihood of risks.

Your answer is correct.

The correct answer is: To quantify the risk magnitude.

## Quiz – Risk Analysis Techniques:

### Question One:

**Question 1**

Correct

Mark 1.00 out  
of 1.00 Flag  
question

Probability theory is used to quantify the likelihood and impact of risks.

- a. Yes ✓
- b. No

Your answer is correct.

The correct answer is: Yes

### Question Two:

**Question 2**

Correct

Mark 1.00 out  
of 1.00 Flag  
question

1. Which of the following risk analysis techniques is used to quantify the likelihood and impact of risks?

- a. Risk maps.
- b. Event tree analysis (ETA).
- c. Probability theory. ✓ ✓
- d. Prouty Approach.

Your answer is correct.

The correct answers are: Prouty Approach., Probability theory.

## Quiz – The Likelihood and Impact of Risk:

### Question One:

Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

What is the likelihood?

- a. The degree of uncertainty or potential loss that an individual or organization is willing to accept in pursuit of its goals and objectives.
- b. The potential consequences or magnitude of a risk event if it does occur.
- c. The probability or chance that a specific risk event will materialize. ✓ ✓
- d. The level of risk that is deemed acceptable.

Your answer is correct.

The correct answer is: The probability or chance that a specific risk event will materialize.

### Question Two:

Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

What is the likelihood?

- a. The level of risk that is deemed acceptable.
- b. The potential consequences or magnitude of a risk event if it does occur.
- c. The degree of uncertainty or potential loss that an individual or organization is willing to accept in pursuit of its goals and objectives.
- d. The probability or chance that a specific risk event will materialize. ✓ ✓

Your answer is correct.

The correct answer is: The probability or chance that a specific risk event will materialize.

## Quiz – Tolerance and Risk Appetite:

### Question One:

#### Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

What is risk tolerance?

- a. All of the above.
- b. The level of risk that is deemed acceptable.
- c. The degree of uncertainty or potential loss that an individual or organization is willing to accept in pursuit of its goals and objectives. ✓
- d. A broader, strategic-level concept that defines the overall willingness of an organization to take on risk to achieve its objectives.

Your answer is correct.

The correct answer is: The degree of uncertainty or potential loss that an individual or organization is willing to accept in pursuit of its goals and objectives.

### Question Two:

#### Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

What is risk appetite?

- a. None of the above.
- b. A broader, strategic-level concept that defines the overall willingness of an organization to take on risk to achieve its objectives.
- c. The degree of uncertainty or potential loss that an individual or organization is willing to accept in pursuit of its goals and objectives. ✓
- d. The level of risk that is deemed acceptable.

Your answer is correct.

The correct answer is: The degree of uncertainty or potential loss that an individual or organization is willing to accept in pursuit of its goals and objectives.

### Question Three:

#### Question 3

Correct

Mark 1.00 out  
of 1.00

Flag  
question

What are the factors that influence risk tolerance?

- a. Strategic goals.
- b. All of the above.
- c. Risk perception.
- d. Financial capacity. ✓

Your answer is correct.

The correct answer is: Financial capacity.

## Quiz:

### Question One:

#### Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

In risk analysis, what does "likelihood" refer to?

- a. The probability or chance that a specific risk event will occur. ✓
- b. The potential consequences or magnitude of a risk event.
- c. The alignment of risk tolerance with risk management strategies.
- d. The financial losses associated with a risk event.

Your answer is correct.

The correct answer is: The probability or chance that a specific risk event will occur.

### Question Two:

#### Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Which risk analysis technique categorizes risk likelihood into broad categories such as "Almost nil," "Slight," "Moderate," and "Definite"?

- a. The Prouty Approach ✓
- b. Risk Maps
- c. Tornado Charts
- d. Probability Theory

Your answer is correct.

The correct answer is: The Prouty Approach



### Question Three:

#### Question 3

Correct

Mark 1.00 out  
of 1.00

Flag  
question

What is the primary goal of risk analysis?

- a. To make informed decisions by quantifying and understanding potential risks ✓
- b. To avoid all potential risks
- c. To eliminate all uncertainties
- d. To create uncertainty

Your answer is correct.

The correct answer is: To make informed decisions by quantifying and understanding potential risks



## Question Four:

Question 4

Correct

Mark 1.00 out  
of 1.00

Flag  
question

What factors can influence an organization's risk tolerance?

- a. Risk ranking and prioritization
- b. Risk aversion and regulatory compliance
- c. Financial capacity and strategic goals ✓
- d. Risk perception and time horizon

Your answer is correct.

The correct answer is: Financial capacity and strategic goals

## Question Five:

Question 5

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Why is it important to periodically reassess risk tolerance in risk management?

- a. To avoid any changes in risk perception
- b. To maintain a static approach to risk management
- c. To account for changes in financial circumstances, goals, and risk perceptions ✓
- d. To eliminate all risks

Your answer is correct.

The correct answer is: To account for changes in financial circumstances, goals, and risk perceptions

## MODULE 5:

### Video 1 Quiz:

#### Question One:

Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Risk mitigation strategies encompass which two broad categories of techniques?

- a. Risk analysis and risk communication
- b. Risk avoidance and risk retention
- c. Risk controlling and risk financing ✓
- d. Risk assessment and risk response

The correct answer is: Risk controlling and risk financing

#### Question Two:

Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Which risk controlling technique involves refusing to engage in actions that would give rise to risk?

- a. Risk prevention
- b. Loss reduction
- c. Risk avoidance ✓
- d. Risk retention

The correct answer is: Risk avoidance

#### Question Three:

Question 3

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Which risk financing technique involves individuals or firms deliberately retaining part or all of the losses that can result from a given risk?

- a. Risk avoidance
- b. Loss reduction
- c. Risk retention ✓
- d. Risk prevention

The correct answer is: Risk retention

## Video 2 Quiz:

### Question One:

#### Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Environmental and Sustainability Risk Indicators encompass Market Volatility to focus on environmental impact.

- a. False ✓
- b. True

The correct answer is: False

### Question Two:

#### Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Key Risk Indicators (KRIs) are metrics used to evaluate the status and trends of identified risks.

- a. True ✓
- b. False

The correct answer is: True

### Question Three:

#### Question 3

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Operational Risk Indicators encompass Incident Frequency, which tracks planned system downtime.

- a. True ✓
- b. False

The correct answer is: True

## Video 3 Quiz:

### Question One:

**Question 1**

Correct

Mark 1.00 out  
of 1.00 Flag  
question

Which degree of control typically makes risk transfer more attractive?

- a. Moderate control
- b. Limited control ✓
- c. No control
- d. Greater control

The correct answer is: Limited control

### Question Two:

**Question 2**

Correct

Mark 1.00 out  
of 1.00 Flag  
question

Which factor imposes significant constraints on the transfer of risk, especially in non-insurance transfers?

- a. Degree of control
- b. Loading commissions
- c. Legal, economic, and public policy limitations ✓
- d. Opportunity cost

The correct answer is: Legal, economic, and public policy limitations

## Video 4 Quiz:

### Question One:

#### Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

What do external reports and disclosures in annual reports aim to achieve?

- a. Informing shareholders and investors about risk exposure and management strategies ✓
- b. Timely email alerts
- c. Providing written reports
- d. Social media updates

The correct answer is: Informing shareholders and investors about risk exposure and management strategies

### Question Two:

#### Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Which method is used for discussing risk-related topics with geographically dispersed stakeholders?

- a. Dashboards
- b. Webinars and web conferences ✓
- c. Intranet and portals
- d. Written reports

The correct answer is: Webinars and web conferences

### Question Three:

#### Question 3

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Which method is used for discussing risk-related topics with geographically dispersed stakeholders?

- a. Dashboards
- b. Intranet and portals
- c. Webinars and web conferences ✓
- d. Written reports

The correct answer is: Webinars and web conferences

## Video Quiz Based on Case 1:

### Question One:

#### Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Effective risk management practices ensure consistent risk mitigation across J & J Corporation's diverse operations.

- a. False
- b. True ✓

The correct answer is: True

### Question Two:

#### Question 2

Incorrect

Mark 0.00 out  
of 1.00

Flag  
question

In regions with flexible regulations, J & J may opt for higher risk retention and self-insurance to reduce overall costs.

- a. True
- b. False ✗

The correct answer is: True

### Question Three:

#### Question 3

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Key Risk Indicators (KRIs) are employed to monitor risk exposure, and they include financial ratios and operational metrics.

- a. True ✓
- b. False

The correct answer is: True

## Question Four:

### Question 4

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Legal and regulatory constraints have no significant impact on J & J Corporation's decisions regarding risk retention or transfer.

- a. True
- b. False ✓

The correct answer is: False

## MODULE 6:

### Quiz Based on Video 1:

#### Question One:

### Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

How does insurance mitigate the impact of unexpected events?

- a. By providing legal assistance
- b. By guaranteeing profits
- c. By offering investment opportunities
- d. By transferring risks to insurers ✓

The correct answer is: By transferring risks to insurers

#### Question Two:

### Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

What do policyholders pay to insurance companies in exchange for coverage?

- a. Deductibles
- b. Exclusions
- c. Claims
- d. Premiums ✓

The correct answer is: Premiums

## Quiz Based on Video 2:

### Question One:

#### Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

In which century did marine insurance begin to develop in Italian city-states like Genoa and Florence?

- a. 12th century
- b. 17th century ✓
- c. 15th century
- d. 19th century

The correct answer is: 17th century

### Question Two:

#### Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

What key factors have continued to reshape the insurance industry in the 21st century?

- a. Reduced globalization efforts
- b. Technological advancements, data analytics, and innovative products ✓
- c. The decline of digital platforms
- d. Less government regulation

The correct answer is: Technological advancements, data analytics, and innovative products

## Quiz Based on Video 3:

### Question One:

#### Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

What is the first element required for an insurance transaction to be complete?

- a. Premium payment
- b. Pool of resources
- c. Contractual agreement ✓
- d. Benefit payment

The correct answer is: Contractual agreement

### Question Two:

#### Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

When is a benefit payment in an insurance transaction typically triggered?

- a. On a fixed schedule
- b. At the policyholder's discretion
- c. Occasioned by circumstances defined in the insurance contract ✓
- d. After the insurer's approval

The correct answer is: Occasioned by circumstances defined in the insurance contract

## Quiz Based on Video 4:

### Question One:

#### Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

What does indemnification mean in the context of insurance?

- a. To restore the insured to their approximate financial position before the loss ✓
- b. To prevent losses from occurring
- c. To financially benefit the insurer
- d. To compensate the insurer for taking on the risk

The correct answer is: To restore the insured to their approximate financial position before the loss

### Question Two:

#### Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

What is a fortuitous loss in the context of insurance?

- a. A loss caused by the insured intentionally
- b. A loss that is anticipated and planned for
- c. A loss that occurs due to negligence
- d. An unforeseen and unexpected loss resulting from chance ✓

The correct answer is: An unforeseen and unexpected loss resulting from chance

### Question Three:

#### Question 3

Correct

Mark 1.00 out  
of 1.00

Flag  
question

What is the primary purpose of the pooling of losses in insurance?

- a. To substitute average loss for actual loss ✓
- b. To guarantee no losses within the group
- c. To limit the number of insured individuals
- d. To increase the average loss incurred

The correct answer is: To substitute average loss for actual loss

## Quiz Based on Case 1:

### Question One:

#### Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

How did Tiktik Corporation respond to the rise of insurtech companies and changing customer expectations?

- a. By ignoring the digital transformation trends
- b. By decreasing cybersecurity measures
- c. By discontinuing insurance services
- d. By investing in user-friendly digital platforms ✓

The correct answer is: By investing in user-friendly digital platforms

### Question Two:

#### Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

How does the concept of risk pooling apply to Tiktik Corporation's modernization?

- a. Tiktik Corporation aimed to reduce operational costs through risk pooling.
- b. Tiktik Corporation's modernization plan aligned with risk pooling by spreading losses. ✓
- c. Tiktik Corporation's modernization plan focused on individualized risk assessment.
- d. Tiktik Corporation embraced modernization to avoid risk pooling.

The correct answer is: Tiktik Corporation's modernization plan aligned with risk pooling by spreading losses.

### Question Three:

#### Question 3

Correct

Mark 1.00 out  
of 1.00

Flag  
question

In the context of Tiktik Corporation's modernization, what did "benefit payments" refer to?

- a. Payments for advertising and marketing campaigns
- b. Payments for cybersecurity services
- c. Payments made by customers for insurance policies
- d. Payments made to policyholders in the event of a covered loss ✓

The correct answer is: Payments made to policyholders in the event of a covered loss

## Quiz:

### Question One:

#### Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

In risk analysis, what does "likelihood" refer to?

- a. The probability or chance that a specific risk event will occur. ✓
- b. The financial losses associated with a risk event.
- c. The alignment of risk tolerance with risk management strategies.
- d. The potential consequences or magnitude of a risk event.

The correct answer is: The probability or chance that a specific risk event will occur.

### Question Two:

#### Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

What factors can influence an organization's risk tolerance?

- a. Risk aversion and regulatory compliance
- b. Risk perception and time horizon
- c. Financial capacity and strategic goals ✓
- d. Risk ranking and prioritization

The correct answer is: Financial capacity and strategic goals

### Question Three:

#### Question 3

Correct

Mark 1.00 out  
of 1.00

Flag  
question

What is the primary goal of risk analysis?

- a. To create uncertainty
- b. To eliminate all uncertainties
- c. To avoid all potential risks
- d. To make informed decisions by quantifying and understanding potential risks ✓

The correct answer is: To make informed decisions by quantifying and understanding potential risks

## Question Four:

Question 4

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Which risk analysis technique categorizes risk likelihood into broad categories such as "Almost nil," "Slight," "Moderate," and "Definite"?

- a. Tornado Charts
- b. Risk Maps
- c. The Prouty Approach ✓
- d. Probability Theory

The correct answer is: The Prouty Approach

## Question Five:

Question 5

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Why is it important to periodically reassess risk tolerance in risk management?

- a. To avoid any changes in risk perception
- b. To eliminate all risks
- c. To account for changes in financial circumstances, goals, and risk perceptions ✓
- d. To maintain a static approach to risk management

The correct answer is: To account for changes in financial circumstances, goals, and risk perceptions

## MODULE 7:

### Quiz Based on Video 1:

#### Question One:

##### Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

1. What does the Law of Large Numbers state?

- a. The fewer exposures, the closer the actual results are to probable results.
- b. The law of large numbers predicts actual losses accurately.
- c. The greater the number of exposures, the closer the actual results are to probable results. ✓
- d. The law of large numbers has no relation to the number of exposures.

The correct answer is: The greater the number of exposures, the closer the actual results are to probable results.

#### Question Two:

##### Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

2. What is the main element of pooling in the context of the Law of Large Numbers?

- a. Ignoring the number of exposure units.
- b. Sharing losses by the entire group. ✓
- c. Isolating individual exposures.
- d. Predicting losses without accuracy

The correct answer is: Sharing losses by the entire group.

## Quiz Based on Video 2:

### Question One:

1. What type of loss should ideally be covered by insurance according to the requisites for insurability?

- a. Deliberate and intentional loss
- b. Accidental and unintentional loss ✓
- c. Predictable and expected loss
- d. Controllable and planned loss

The correct answer is: Accidental and unintentional loss

### Question Two:

2. Why is it preferable for an insurable risk to not be catastrophic?

- a. Catastrophic losses are easier to predict
- b. Catastrophic losses result in higher premiums
- c. Catastrophic losses can bankrupt the insurer ✓
- d. Catastrophic losses are more common

The correct answer is: Catastrophic losses can bankrupt the insurer

## Quiz Based on Video 3:

### Question One:

Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

2. Why are insurance contracts considered personal contracts?

- a. They are limited to individuals, not businesses.
- b. They ensure the legal interest of a person or entity, not the property itself. ✓
- c. They cover only personal property.
- d. They require both parties to fulfill equal obligations.

The correct answer is: They ensure the legal interest of a person or entity, not the property itself.

### Question Two:

Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

3. What characterizes an Aleatory contract ?

- a. It is voidable by either party.
- b. Both parties have equal obligations.
- c. It always involves a bilateral promise.
- d. It has a chance element and uneven exchange. ✓

The correct answer is: It has a chance element and uneven exchange.

### Question Three:

Question 3

Correct

Mark 1.00 out  
of 1.00

Flag  
question

In a unilateral insurance contract, who does the court typically enforce the contract against?

- a. The insurer ✓
- b. The insured
- c. Either party can enforce it
- d. Both parties equally

The correct answer is: The insurer

## Quiz Based on Video 4:

### Question One:

#### Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

2. How do higher deductibles typically impact insurance premiums?

- a. They have no effect on premiums or expenses.
- b. They lower premiums but increase out-of-pocket expenses. ✓
- c. They increase premiums but reduce expenses.
- d. They lower premiums and out-of-pocket expenses.

The correct answer is: They lower premiums but increase out-of-pocket expenses.

### Question Two:

#### Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

3. What is the primary benefit of bundling multiple insurance policies with one insurer?

- a. Reduced risk factors
- b. Increased coverage limits
- c. Encouragement of cost-effective coverage ✓
- d. Government subsidies

The correct answer is: Encouragement of cost-effective coverage

### Question Three:

#### Question 3

Correct

Mark 1.00 out  
of 1.00

Flag  
question

How does the coverage amount affect insurance premiums, especially in life insurance?

- a. Higher coverage leads to higher premiums. ✓
- b. Coverage amount is irrelevant in life insurance.
- c. Higher coverage reduces premiums.
- d. Coverage amount has no impact on premiums.

The correct answer is: Higher coverage leads to higher premiums.

## Quiz Based on Case Study:

### Question One:

Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

2. What does Junior consider when offering customized premiums to customers?

- a. Driver behavior and risk factors ✓
- b. Policy type
- c. Vehicle color
- d. Driving history

The correct answer is: Driver behavior and risk factors

### Question Two:

Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

3. What distinguishes Junior's auto insurance policies from others in the market?

- a. Lower premiums for everyone
- b. Lack of user-friendly apps
- c. Innovative pricing models and customer engagement ✓
- d. Exclusive focus on high-risk drivers

The correct answer is: Innovative pricing models and customer engagement

### Question Three:

Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

2. What does Junior consider when offering customized premiums to customers?

- a. Driver behavior and risk factors ✓
- b. Driving history
- c. Policy type
- d. Vehicle color

The correct answer is: Driver behavior and risk factors

## Activity 3:

### Question One:

#### Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

2. A risk must be catastrophic to be considered insurable.

- a. True
- b. False ✓

The correct answer is: False

### Question Two:

#### Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

3. Insurance contracts are unilateral, meaning they can be enforced in both directions – against the insurer and the insured.

- a. True
- b. False ✓

The correct answer is: False

### Question Three:

#### Question 3

Correct

Mark 1.00 out  
of 1.00

Flag  
question

4. The type of insurance coverage has no impact on the premium cost.

- a. False ✓
- b. True

The correct answer is: False

## Question Four:

Question 4

Correct

Mark 1.00 out  
of 1.00

Flag  
question

The law of large numbers in insurance relies on predicting individual losses with high precision.

- a. False ✓
- b. True

The correct answer is: False

## MODULE 8:

### Quiz Based on Video 2:

#### Question One:

Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

2. Which section of an insurance contract contains provisions that qualify or place limitations on the insurer's promise to perform?

- a. Conditions ✓
- b. Declarations
- c. Miscellaneous Provisions
- d. Definitions

The correct answer is: Conditions

#### Question Two:

Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Which part of an insurance contract provides information about the particular property or activity to be insured and is used for underwriting and rating purposes?

- a. Declarations ✓
- b. Definitions
- c. Insuring Agreement
- d. Exclusions

The correct answer is: Declarations

## Quiz Based on Video 3:

### Question One:

Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

1. Why are exclusions necessary in insurance?

- a. To increase fraudulent claims
- b. To protect against certain uninsurable perils ✓
- c. To make policies more complex
- d. To maximize insurer profits

The correct answer is: To protect against certain uninsurable perils

### Question Two:

Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

2. What is the main reason for excluding certain property due to moral hazard?

- a. To simplify the policy language
- b. To avoid difficulties in determining and measuring losses ✓
- c. To decrease premiums
- d. To encourage fraudulent claims

The correct answer is: To avoid difficulties in determining and measuring losses

### Question Three:

Question 3

Correct

Mark 1.00 out  
of 1.00

Flag  
question

3. How do exclusions help address attitudinal hazards in insurance?

- a. By reducing premiums for all policyholders
- b. By encouraging carelessness in policyholders
- c. By forcing individuals to bear losses resulting from their own carelessness ✓
- d. By increasing the frequency of loss

The correct answer is: By forcing individuals to bear losses resulting from their own carelessness

## Quiz Based on Video 4:

### Question One:

#### Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

2. What is one of the reasons for Reinsurance?

- a. To reduce the insurer's underwriting capacity
- b. To increase the unearned premium reserve
- c. To limit the number of policies sold
- d. To stabilize profits and avoid large fluctuations in financial results ✓

The correct answer is: To stabilize profits and avoid large fluctuations in financial results

### Question Two:

#### Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

What is Coinsurance?

- a. A shared investment between policyholders and the insurance company ✓
- b. A financial penalty for late premium payments
- c. A discount on insurance premiums
- d. A type of insurance policy for coins and collectables

The correct answer is: A shared investment between policyholders and the insurance company

## Quiz Based on Video 5:

### Question One:

Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

2. What does indemnification in insurance refer to?

- a. Restoring individuals and families to their former financial position after a loss ✓
- b. Loss prevention programs
- c. Investing in capital accumulation
- d. Reducing worry and fear

The correct answer is: Restoring individuals and families to their former financial position after a loss

### Question Two:

Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

3. How does insurance contribute to the reduction of worry and fear?

- a. By providing assurance that insurance will pay for losses ✓
- b. By excluding coverage for losses
- c. By actively preventing losses
- d. By raising premiums

The correct answer is: By providing assurance that insurance will pay for losses

### Question Three:

Question 3

Correct

Mark 1.00 out  
of 1.00

Flag  
question

How does insurance enhance an individual's credit?

- a. By guaranteeing the value of the borrower's collateral ✓
- b. By reducing the borrower's creditworthiness
- c. By increasing the borrower's debt
- d. By providing loans at lower interest rates

The correct answer is: By guaranteeing the value of the borrower's collateral

## Quiz Based on Case 1:

### Question One:

Grade 4.00 out of 4.00 (100%)

**Question 1**

Correct

Mark 1.00 out  
of 1.00

Flag  
question

2. How do exclusions help T&T Electronics in precise risk assessment?

- a. By covering all possible scenarios
- b. By excluding uninsurable perils ✓
- c. By excluding only common risks
- d. By offering blanket coverage

The correct answer is: By excluding uninsurable perils

### Question Two:

**Question 2**

Correct

Mark 1.00 out  
of 1.00

Flag  
question

3. What role does coinsurance play in T&T Electronics' insurance strategy?

- a. Reducing premiums for all policies
- b. Eliminating the need for reinsurance
- c. Encouraging proper property coverage ✓
- d. Increasing deductibles for policyholders

The correct answer is: Encouraging proper property coverage

## Question Three:

Question 3

Correct

Mark 1.00 out  
of 1.00

Flag  
question

4. How does insurance reduce anxiety for T&T Electronics?

- a. By offering investment opportunities
- b. By excluding losses entirely
- c. By providing indemnification post-loss ✓
- d. By increasing moral hazards

The correct answer is: By providing indemnification post-loss

## Question Four:

Question 4

Correct

Mark 1.00 out  
of 1.00

Flag  
question

What is the purpose of the Declarations section in an insurance contract for T&T Electronics?

- a. To provide property details ✓
- b. To outline insurer commitments
- c. To clarify policyholder responsibilities
- d. To demarcate uncovered scenarios

The correct answer is: To provide property details

## Activity 3 - Online Discussion:

### Question One:

#### Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

1. Exclusions in insurance policies can encourage moral hazard.

- a. False ✓
- b. True

The correct answer is: False

### Question Two:

#### Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

2. Coinsurance aims to reduce policyholders' out-of-pocket expenses during claims.

- a. False ✓
- b. True

The correct answer is: False

## Question Three:

Question 3

Correct

Mark 1.00 out  
of 1.00

Flag  
question

3. Reinsurance can help insurance companies avoid catastrophic losses.

a. True ✓

b. False

The correct answer is: True

## Question Four:

Question 4

Correct

Mark 1.00 out  
of 1.00

Flag  
question

4. Insurance policies do not impact the creditworthiness of borrowers.

a. True

b. False ✓

The correct answer is: False

## MODULE 9:

### Quiz Based on Video 2:

#### Question One:

Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

What is the definition of Utmost Good Faith in insurance contracts?

- A. A legal obligation to negotiate insurance contracts in secrecy
- B. A positive duty to disclose, accurately and fully all facts ✓
- C. A duty to conceal all material facts from the other party
- D. A requirement to provide incomplete information to the insurer

Your answer is correct.

The correct answer is:

A positive duty to disclose, accurately and fully all facts



#### Question Two:

Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

How does the intangible nature of insurance products impact the concept of Utmost Good Faith?

- A. It eliminates the need for disclosure in insurance contracts
- B. It makes the insurer less accountable for their promises
- C. It emphasizes the importance of truthful communication ✓
- D. It encourages the insurer to make false promises to attract customers

Your answer is correct.

The correct answer is:

It emphasizes the importance of truthful communication



## Quiz Based on Video 3:

### Question One:

#### Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Which of the following is an example of a fact that must be disclosed in insurance contracts?

- A. The number of windows in the building
- B. The building's historical significance.
- C. The color of the building
- D. The fact that a part of the building is being used for storage of inflammable materials.



Your answer is correct.

The correct answer is:

The fact that a part of the building is being used for storage of inflammable materials.



### Question Two:

#### Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

What is a Material Fact in insurance?

- A. Information that is only relevant to the insured party.
- B. Every circumstance or information that would influence the judgment of a prudent insurer in assessing the risk.
- C. Any information that is confidential and not related to the risk



Your answer is correct.

The correct answer is:

Every circumstance or information that would influence the judgment of a prudent insurer in assessing the risk.



### Question Three:

#### Question 3

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Which of the following is NOT a type of fact that should be disclosed in insurance contracts?

- A. The existence of other insurances.
- B. The history of Insurance, including details of previous losses and claims.
- C. Full facts relating to the insured's personal history.
- D. External factors affecting the risk.



Your answer is correct.

The correct answer is:

The history of Insurance, including details of previous losses and claims.



## Quiz Based on Video 4:

### Question One:

**Question 1**

Correct

Mark 1.00 out  
of 1.00 Flag  
question

Which type of fact does not need to be disclosed because it is expected that the insurer should already be aware of it?

- A. Facts that lessen the risk ✓
- B. Facts discovered by the insured.
- C. Facts related to law
- D. Facts of Common Knowledge

Your answer is correct.

The correct answer is:

Facts that lessen the risk

### Question Two:

**Question 2**

Correct

Mark 1.00 out  
of 1.00 Flag  
question

What is an example of a fact that need not be disclosed in insurance contracts?

- A. Any fact related to law, even if it affects the risk
- B. Facts of Law, as everyone is deemed to know the law ✓
- C. Facts of Common Knowledge.
- D. Any fact that lessens the risk, regardless of its significance

Your answer is correct.

The correct answer is:

Facts of Law, as everyone is deemed to know the law

## Quiz Based on Video 5:

### Question One:

Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

How do breaches of Utmost Good Faith typically manifest in insurance contracts?

- A. Contract violations and policy disputes
- B. Fraudulent claims and claim denials
- C. Concealment and misinterpretation
- D. Misrepresentation and non-disclosure ✓

Your answer is correct.

The correct answer is:

Misrepresentation and non-disclosure

### Question Two:

Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

How can an insurer address an innocent but material breach in an insurance contract?

- A. By imposing criminal charges on the insured
- B. By ignoring the breach without any consequences.
- C. By imposing a penalty, often in the form of an additional premium. ✓
- D. By automatically voiding the contract

Your answer is correct.

The correct answer is:

By imposing a penalty, often in the form of an additional premium.

### Question Three:

Question 3

Correct

Mark 1.00 out  
of 1.00

Flag  
question

How do breaches of Utmost Good Faith typically manifest in insurance contracts?

- A. Fraudulent claims and claim denials
- B. Misrepresentation and non-disclosure ✓
- C. Contract violations and policy disputes
- D. Concealment and misinterpretation

Your answer is correct.

The correct answer is:

Misrepresentation and non-disclosure

## Quiz Based on Case Study “The Hidden Risk”:

### Question One:

Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

What potential consequences might John face if Great Insurers determines that his omission was a deliberate attempt to deceive the insurer?

- A. No consequences, as it was an innocent omission
- B. A penalty in the form of an additional premium
- C. Great Insurers must pay the entire claim amount.
- D. The insurance policy could be voided from its inception ✓

Your answer is correct.

The correct answer is:

The insurance policy could be voided from its inception

### Question Two:

Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

What is the primary issue in this case study involving G&G Manufacturing Company and Great Insurers?

- A. The effectiveness of safety measures in place.
- B. John's omission of a previous fire incident during the insurance application. ✓
- C. Disputes over the claim amount.
- D. The severity of the recent fire at the manufacturing plant.

Your answer is correct.

The correct answer is:

John's omission of a previous fire incident during the insurance application.

### Question Three:

Question 3

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Which insurance principle forms the core of the dispute between G&G Manufacturing Company and Great Insurers?

- A. Indemnity
- B. Subrogation
- C. Contribution
- D. Utmost Good Faith ✓

Your answer is correct.

The correct answer is:

Utmost Good Faith

## MODULE 10:

### Quiz Based on Video 2:

#### Question One:

Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

What is Insurable Interest defined as?

- A. A willingness to gamble on insurance outcomes
- B. A personal relationship between the insured and the insurer
- C. A contractual obligation in insurance agreements
- D. A relationship between the insured and the subject matter of insurance ✓

Your answer is correct.

The correct answer is:

A relationship between the insured and the subject matter of insurance

#### Question Two:

Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

What is the consequence of having insurance without insurable interest?

- A. The insured can claim a tax deduction
- B. The insurance contract becomes legally binding
- C. The insured receives higher coverage limits
- D. The insurance contract is unenforceable in the law ✓

Your answer is correct.

The correct answer is:

The insurance contract is unenforceable in the law

## Quiz Based on Video 3:

### Question One:

Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

In order for Insurable Interest to exist, what is the requirement regarding the subject matter?

- A. It must be physically present with the insured at all times
- B. It must be purely hypothetical and not based on real events
- C. It must be one of the following: property, right, interest, life, limb, or potential liability. ✓
- D. It must be insured without the insured having any legal relationship with it.

Your answer is correct.

The correct answer is:

It must be one of the following: property, right, interest, life, limb, or potential liability.

### Question Two:

Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

What are the four essential components of Insurable Interest?

- A. Insurance agent, policyholder, beneficiary, and underwriter
- B. Property, right, interest, and limb
- C. Risk, premium, contract, and coverage
- D. Property, right, interest, life, limb, or potential liability; subject matter; formal or legal relationship; recognized by law ✓

Your answer is correct.

The correct answer is:

Property, right, interest, life, limb, or potential liability; subject matter; formal or legal relationship; recognized by law

## Quiz Based on Video 4:

### Question One:

Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

When does Insurable Interest need to be present in Marine Insurance?

- A. It is never required
- B. It must exist at the time of inception of Insurance.
- C. It must exist both at the time of inception and claim.
- D. It must exist at the time of loss/claim. ✓

Your answer is correct.

The correct answer is:

It must exist at the time of loss/claim.

### Question Two:

Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

When is Insurable Interest required in Life Insurance?

- A. It must exist at the time of claim.
- B. It must exist both at the time of inception and claim
- C. It is never required.
- D. It must exist at the time of inception of Insurance. ✓

Your answer is correct.

The correct answer is:

It must exist at the time of inception of Insurance.

### Question Three:

Question 3

Correct

Mark 1.00 out  
of 1.00

Flag  
question

In which types of insurance must Insurable Interest be present at both the time of inception and the time of loss/claims?

- A. Marine Insurance only.
- B. Life Insurance only.
- C. None of the above.
- D. Property and other Insurance. ✓

Your answer is correct.

The correct answer is:

Property and other Insurance.

## Quiz Based on Case Study:

### Question One:

Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

At the time of purchasing the homeowner's insurance policy, did Mr. Johnson have insurable interest in his property?

- A. No, because he did not have a good relationship with the insurance company.
- B. No, he had already signed a sales contract.
- C. Yes, because he had paid the insurance premiums.
- D. Yes, he was the sole owner of the property. ✓

Your answer is correct.

The correct answer is:

Yes, he was the sole owner of the property.

### Question Two:

Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Why did Mr. Johnson's insurance claim get denied?

- A. Because he failed to pay his insurance premiums on time
- B. Due to the lack of insurable interest at the time of the loss. ✓
- C. Because he did not inform the insurance company about the pending sale of the property.
- D. Because the insurance policy did not cover fire damage.

Your answer is correct.

The correct answer is:

Due to the lack of insurable interest at the time of the loss.

### Question Three:

Question 3

Correct

Mark 1.00 out  
of 1.00

Flag  
question

What lesson can be learned from Mr. Johnson's case regarding insurable interest?

- A. It is always better to file an insurance claim as soon as possible.
- B. Insurable interest must exist not only at the time of policy inception but also at the time of loss. ✓
- C. Insurance companies should always approve claims to maintain a good reputation.
- D. Homeowners should never sell their properties.

Your answer is correct.

The correct answer is:

Insurable interest must exist not only at the time of policy inception but also at the time of loss.

## MODULE 11:

### Quiz Based on Video 2:

#### Question One:

Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

Which method of indemnity is typically applied in glass insurance?

- A. Replacement ✓
- B. Reinstatement
- C. Repair
- D. Cash Payment

Your answer is correct.

The correct answer is:

Replacement

#### Question Two:

Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

What is the primary goal of the indemnity principle in insurance?

- A. To prevent the insured from recovering more than their financial loss. ✓
- B. To maximize the insured's financial gain after a loss.
- C. To provide a profit to the insurer in case of a loss
- D. To encourage insured individuals to engage in risky activities.

Your answer is correct.

The correct answer is:

To prevent the insured from recovering more than their financial loss.

## Quiz Based on Video 3:

### Question One:

Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

What are the two corollaries of the principle of Indemnity?

- A. Subrogation and Contribution ✓
- B. Contribution and Salvage
- C. Indemnification and Compensation
- D. Salvage and Substitution

Your answer is correct.

The correct answer is:

Subrogation and Contribution

### Question Two:

Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

What is the main purpose of the Subrogation principle in insurance?

- A. To allow the insurer to recover the amount of indemnity paid from the wrongdoer ✓
- B. To maximize the profit of the insured
- C. To prevent the insured from receiving compensation
- D. To discourage insured individuals from seeking compensation

Your answer is correct.

The correct answer is:

To allow the insurer to recover the amount of indemnity paid from the wrongdoer

## Quiz Based on Video 4:

### Question One:

#### Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

**How is the Contribution Principle typically applied in situations involving multiple insurance policies?**

- A. Each insurer shares the loss proportionally based on their policy limits ✓
- B. Each insurer pays the full amount of the claim, regardless of others
- C. The insurer with the largest policy pays the entire claim.
- D. The insured is responsible for paying the entire loss amount.

Your answer is correct.

The correct answer is:

Each insurer shares the loss proportionally based on their policy limits

### Question Two:

#### Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

**What is the Contribution Principle in insurance?**

- A. It is the principle that governs the sharing of losses among multiple insurers. ✓
- B. It is a legal process to recover damages from the insured.
- C. It is a method of indemnifying the insured through cash payments.
- D. It is the principle that ensures the insured always makes a profit

Your answer is correct.

The correct answer is:

It is the principle that governs the sharing of losses among multiple insurers.

## Quiz Based on Video 5:

### Question One:

**Question 1**

Correct

Mark 1.00 out  
of 1.00 Flag  
question**What is the significance of identifying the proximate cause in insurance claims?**

- A. It dictates which cause is responsible for the loss and whether it is an insured peril. ✓
- B. It prioritizes remote causes over immediate ones.
- C. It helps in minimizing the claim amount.
- D. It determines the nearest cause to the loss.

Your answer is correct.

The correct answer is:

It dictates which cause is responsible for the loss and whether it is an insured peril.

### Question Two:

**Question 2**

Correct

Mark 1.00 out  
of 1.00 Flag  
question**When selecting the proximate cause from multiple contributing factors, what criteria are used?**

- A. The most predominant and efficient cause. ✓
- B. The most recent cause.
- C. The one nearest to the loss in point of time.
- D. The least efficient cause.

Your answer is correct.

The correct answer is:

The most predominant and efficient cause.

## Quiz Based on Case Study:

### Question One:

Question 1

Correct

Mark 1.00 out  
of 1.00

Flag  
question

What principle is applied when determining the dominant or most immediate cause of a loss in insurance claims?

- A. Indemnity principle
- B. Subrogation principle
- C. Contribution principle
- D. Proximate cause principle ✓

Your answer is correct.

The correct answer is:

Proximate cause principle

### Question Two:

Question 2

Correct

Mark 1.00 out  
of 1.00

Flag  
question

When multiple insurance policies cover the same loss, what principle determines how the liability is shared among insurers?

- A. Indemnity principle
- B. Contribution principle ✓
- C. Subrogation principle
- D. Proximate cause principle

Your answer is correct.

The correct answer is:

Contribution principle

## Question Three:

**Question 3**

Correct

Mark 1.00 out  
of 1.00 Flag  
question

What principle allowed John's insurance company to seek reimbursement from a responsible third party on behalf of the insured?

- A. Proximate cause principle
- B. Subrogation principle ✓
- C. Contribution principle
- D. Indemnity principle

Your answer is correct.

The correct answer is:  
Subrogation principle

## Question Three:

**Question 4**

Correct

Mark 1.00 out  
of 1.00 Flag  
question

In the case study, what was the proximate cause of John's loss?

- A. The storm itself
- B. Negligence of the local government ✓
- C. Insufficient insurance coverage
- D. Multiple contributing factors

Your answer is correct.

The correct answer is:  
Negligence of the local government