



**NATIONAL OPEN UNIVERSITY OF NIGERIA
14/16, AHMADU BELLO WAY, VICTORIA ISLAND, LAGOS
SCHOOL OF MANAGEMENT SCIENCES
JUNE 2013 EXAMINATION**

Course Code: ENT 421

Credit Unit: 2.

Course Title: Risk Management

Time Allowed: 2 Hours.

Instructions: 1. Attempt Question 1 and any other two (2)

Questions.

**2. Question 1 is compulsory and carries 30 marks
while the other 2 Questions carry 20 marks each.**

**3. Present all your points in coherent and orderly
manner.**

**Present your answers legibly and logically using relevant
examples._**

1. List **five** different types of external risk confronting a business and note your deductions from the risk listed?
(30 marks)
- 2 Individuals react differently to risks and these different reactions influence decision making in investments. Discuss the various ways individuals react to risk.
(20 marks)
- 3 Name **five** of the stakeholders within a business and how are they affected by what goes on within the business? (20 marks)
- 4 Some sorts of costs are naturally associated with the nature of risks. What are these costs? (20 marks)
5. In some instances, risk uncertainty in business could be affected by risk aversion, discuss. (20 marks)