



**NATIONAL OPEN UNIVERSITY OF NIGERIA**  
**PLOT 91, CADASTRAL ZONE, NNAMDI AZIKIWE EXPRESSWAY, JABI, ABUJA**  
**FACULTY OF MANAGEMENT SCIENCES**  
**JANUARY 2018 EXAMINATION**

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**COURSE CODE:** BFN421 **CREDIT UNIT:** 2  
**COURSE TITLE:** RISK MANAGEMENT AND INSURANCE  
**TIME ALLOWED:** 2 Hours  
**INSTRUCTIONS:** 1. Attempt question Number one (1) and any other two (2).  
2. Question number 1 is compulsory and carries 30 marks, while the other questions carry 20 marks each  
3. Present all your points in coherent and orderly manner

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1. Identify and discuss at least six of the determinants of effective management of project risk. **30Marks**
2. The risk manager assesses the organization's risk exposure in order to determine the appropriate options to adopt in handling risks. Name and discuss the appropriate steps to be taken. **20Marks**
3. Discuss the salient deductions that underscore the nature of risk in a business organization. **20Marks**
4. Discuss the operational plans against risks of an enterprise. **20Marks**
5. Explain the following terms:
  - i. Risk Identification **4Marks**
  - ii. Risk Measurement **4Marks**
  - iii. Risk Treatment **4Marks**
  - iv. Risk Control **4Marks**
  - v. Risk Financing **4Marks****Total =20Marks**