



# **MAASAI MARA UNIVERSITY**

**REGULAR UNIVERSITY EXAMINATIONS  
2017/2018 ACADEMIC YEAR  
SECOND YEAR SECOND SEMESTER**

**SCHOOL OF BUSINESS & ECONOMICS  
BACHELOR OF SCIENCE IN PROJECT  
MANAGEMENT**

**COURSE CODE:       BPM 2208  
COURSE TITLE:       INTRODUCTION TO RISK  
                                  AND INSURANCE IN  
                                  PROJECTS**

**DATE: 2<sup>ND</sup> MAY, 2018**

**TIME: 0830 - 1030 HRS**

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**INSTRUCTIONS TO CANDIDATES**

1. Answer **Question One** and **any other three**.
2. DO NOT WRITE ANYTHING ON THE QUESTION PAPER.

*This paper consists of 2 printed pages. Please turn over.*

### **Question One (Compulsory)**

Explain your understanding of the following as they are used in project risk management and insurance:

- (a) Liability risks (5 marks)
- (b) Indemnity (5 marks)
- (c) Scope risks (5 marks)
- (d) Deductible (5 marks)
- (e) Double insurance (5 marks)

### **Question Two**

Using relevant examples, explain the methods that a project manager can use to manage the risks facing a project. (15 marks)

### **Question Three**

Using a relevant example, describe the process that you would follow to design and implement a risk management programme for a project. (15 marks)

### **Question Four**

Although private insurers normally insure only pure risks, not all pure risks are insurable. Using appropriate examples, discuss the characteristics of insurable risks. (15 marks)

### **Question Five**

Using relevant examples, discuss the unique legal characteristics of insurance contracts. (15 marks)

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