



**Uva Wellassa University**

Faculty of Management

Degree of Bachelor of Business Management in Entrepreneurship and Management

**THIRD YEAR FIRST SEMESTER EXAMINATION – MARCH/APRIL 2013**

**EMG 301-2 Introduction to Insurance and Actuarial Science**



**Part C – Essay Questions**

Answer only two questions including Question No. 01

Marks allocation: 50 Marks

1. a) What is the purpose of underwriting? (05 Marks)
- b). What is the function of a risk inspection / survey report in property insurance? (10 Marks)
- c) How would an underwriter normally deal with a substandard risk? (10 Marks)
2. a) What is the purpose of a proposal form? (10 Marks)
- b) Why must an insured inform the insurer of any changes in the risk covered? (15 Marks)
3. The work of actuaries can affect the financial well being of many. Describe the mechanisms available to ensure their work is of high quality. (25 Marks)
4. What are main advantages of,
  - (a) a decentralized company structure ? (12.5 Marks)
  - (b) a centralized company structure ? (12.5 Marks)