May, 2013

RISK MANAGEMENT

[Time : 3 Hours]

Answer ANY FIVE questions only.
All questions carries 20 marks each.

Q.1  Write short notes on:
   a)  Methods of valuing property loss exposures.
   b)  Categories of Risk.
   c)  Basis of prioritising of risks.
   d)  ERM impact on Management practices.

Q.2  Write short notes on:
   a)  Duties and responsibilities of Risk Manager.
   b)  Alternatives to insurance companies.
   c)  COSO frame work.
   d)  The cost of Risk.

Q.3  Briefly Explain:
   a)  Contribution and benefits of Risk Management to a business.
   b)  Various threats that can lead to emergency/disaster/catastrophe in an organisation
   c)  Personal Loss Exposure.
   d)  Finite Risk Products.

Q.4  Summarise the advantages and disadvantages of insurance in handling risks.

Q.5  Describe the role of regulatory body and rating agency as a “driver of change” to the discipline of ERM. Explain COSO’s ERM framework with four objectives and interaction to eight components.

Q.6  Which type of threats can lead to emergency, disaster, catastrophe i.e. low frequency & high severity risks?

Q.7  Explain BCP giving various objectives. Describe features of BCP and key points for BCP development.

Q.8  State why ‘Risk Identification’ is necessary? Justify the use of multiple types of techniques in the ‘Risk Identification Process’ with brief explanation of each. How the above step assists in hazard and risk evaluation process chain to carry out the decision of prioritising of risks in a Risk Management Process?

END