

JARAMOGI OGINGA ODINGA UNIVERSITY OF SCIENCE AND TECHNOLOGY

UNIVERSITY EXAMS

COURSE CODE: ABA 407

TITLE: INSURANCE THEORY AND PRACTICE

DATE: AUGUST 2014

INSTRUCTIONS

- 1. Answer question 1 compulsory and any other two questions*
- 2. Candidates are required not to write in the question paper*
- 3. Candidates must land in their answer booklets to invigilate while in the examination room*

Q1. In relation to insurance write on the following:

- i) Contract of insurance and its main characteristics (10 mks)
- ii) Main functions of insurance to the business (10 mks)
- iii) The difference between a broker and an agent (10 mks)

2. with illustrations write on the following;

- i) Nature of insurance (10 mks)
 - ii) Requirements of insurer (10 mks)
3. i) Write on motor vehicle insurance (14mks)
- ii) With examples write on indemnity (6mks)

4. John a student of BBA finance Jaramogi University is called upon to a speech on basic principles of law governing general insurance on the following topics:

- i) Utmost good faith (12mks)
- ii) Insurable interest (8 mks)

5. Write on the following:

- i) Life insurance and its essentials to the society (6 mks)
- ii) Doctrine of subrogation (10 mks)
- iii) Insurable contribution (4 mks)