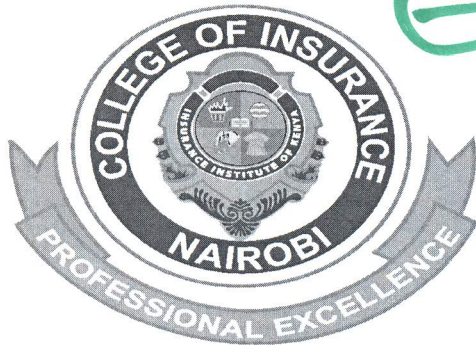


COLLEGE OF INSURANCE

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DIPLOMA IN INSURANCE

CONTINUOUS ASSESSMENT TEST 1

SUBJECT TITLE : INTRODUCTION TO INSURANCE

SUBJECT CODE :DIP 101

DATE: 31ST MARCH 2015

TIME: 8.30 A. M. TO 9.30 A. M. (1 HOUR)

ANSWER ALL QUESTIONS

SECTION A (20 MARKS)

1. Explain the two levels of insurable risks. (4 Marks)
2. State four factors an organisation will consider in deciding to self-insure. (4 Marks)
3. State four types of policies available in marine insurance. (4 Marks)
4. State four types of membership of the Insurance Institute of Kenya. (4 Marks)
5. State four economic benefits normally derived from insurance. (4 Marks)

SECTION B (30 MARKS)

6. Draw an organogram of a typical general insurance company stating one role of each office level. (10 Marks)
7. For the purposes of insurance, engineering plants have various classifications. Describe the types of insurance cover available under five of such classifications (categories). (10 Marks)
8. Explain five circumstances under which moral hazard may arise. (10 Marks)