

**W1-2-60-1-6**

**JOMO KENYATTA UNIVERSITY OF AGRICULTURE AND TECHNOLOGY**

**UNIVERSITY EXAMINATIONS 2015/2016**

**YEAR IV SEMESTER I EXAMINATION FOR THE DEGREE OF BACHELOR OF ACTUARIAL SCIENCE**

**HRD 2103: LIFE ASSURANCE**

**DATE:DECEMBER 2015 TIME: 2 HOURS**

**INSRUCTIONS:** Answer question one and any other two questions.

QUESTION ONE

a. Discuss the four main classes of ordinary life assurance. (10 marks)

b. Explain the term “annuity”, and outline five types of annuinities. (10 marks)

c. Briefly give the concept of the assurance and describe any two branches of life assurance. (5 marks)

d. What is risk management? (5 marks)

QUESTION TWO

a. All life insurance policies regardless of type are based on three main elements. Discuss the elements. (10 marks)

b. Analyze five life insurance needs. (10 marks)

QUESTION THREE

a. Elaborate the five main fundamental characteristics in a normal insurance interest.

 (10 marks)

b. By help of a diagram illustrate the diminishing nature of human value. (10 marks)

QUESTION FOUR

a. Discuss the term “level premium insurance in life insurance”. (10 marks)

b. “Insurance is part of the contract law”. Give the concept of contract law and explain three types of contract law. (10 marks)