

**PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)**

**BCom DEGREE EXAMINATION MAY 2019
(Sixth Semester)**

Branch - COMMERCE (BANKING & INSURANCE)

RISK MANAGEMENT

Time : Three Hours

Maximum : 75 Marks

SECTION-A (20 Marks)

Answer **ALL** questions

ALL questions carry **EQUAL** marks (10 x 2 = 20)

- 1 Define risk.
- 2 What is hazard?
- 3 What do you mean by risk identification?
- 4 How is risk reduced?
- 5 **Define risk financing.**
- 6 What is non insurance transfer?
- 7 Define risk management.
- 8 What do you mean by credit derivatives?
- 9 What is strategic risk management?
- 10 What is operational risk?

SECTION - B (25 Marks)

Answer **ALL** Questions

ALL Questions Carry **EQUAL** Marks (5 x 5 = 25)

- 11 a Distinguish between acceptable risk and unacceptable risk.
OR
b Write a note on personal risk management.
- 12 a Describe the process of risk identification.
OR
b Differentiate risk control and risk reduction.
- 13 a List out the determinants of retention level.
OR
b Write a short note on self insurance.
- 14 a Explain the importance of risk management.
OR
b Explain the needs of credit risk management.
- 15 a Explain the measurement of operational risk.
OR
b How to manage the risk in merger and acquisitions?

SECTION - C (30 Marks)

Answer any **THREE** Questions

ALL Questions Carry **EQUAL** Marks (3 x 10 = 30)

- 16 Bring out the process of risk management,
- 17 Enumerate the evaluation of risk reduction measures.
- 18 Briefly explain about risk financing.
- 19 Explain the methods of credit risk management.
- 20 Discuss the stages of operational risk management.