



UNIVERSITY EXAMINATIONS
FOURTH YEAR EXAMINATION FOR THE AWARD OF THE
DEGREE OF BACHELOR OF COMERCE/BUSINESS
ADMINISTRATION/ECONOMICS
FIRST SEMESTER 2023/2024
[AUGUST-DECEMBER, 2023]

BBAM/BACOM 441: LIFE HEALTH INSURANCE

STREAM: Y4 S1

TIME: 2 HOURS

DAY: TUESDAY, 9.00 – 11.00 A.M.

DATE: 28/11/2023

INSTRUCTIONS

1. Do not write anything on this question paper.

2. Answer Questions ONE and any other THREE Questions

QUESTION ONE

- a) The principle of indemnity does not apply to life insurance. Outline why. (5 marks)
- b) Two people applied for the same type of life insurance cover but the insurer insisted one of them pay higher premium rates. Suggest the FIVE possible reasons for this. (10 marks)
- c) Suggest any FIVE reasons why proposal form is essential in the contract of life insurance. (10 marks)

QUESTION TWO

- a) Suggest any FIVE challenges encountered in providing medical insurance cover in Kenya. (5 marks)
- b) Describe the procedure for taking life insurance policy. (10 marks)

QUESTION THREE

- a) Private insurance companies lead in the provision of medical insurance in Kenya today. Describe any FIVE such products that are not popular with them (10 marks)
- b) Taking injury of an employee at work as example, suggest reasons why any payment he receives does not amount to indemnity.(5 marks)

QUESTION FOUR

- a) In recent times, many people are buying funeral expenses product from insurers. Expound on any FIVE possible reasons for this. (10 marks)
- b) Suggest FIVE reasons why Universal Health Care (UHC) has not picked up in the developing world (5 marks)

QUESTION FIVE

- a) With the help of FIVE reasons, expound on reasons why National Health Insurance Fund (NHIF) remains the number one choice for medical insurance in Kenya. (10 marks)
- b) State any FIVE reasons why workmen compensation is necessary in workplace (5 marks)