

CHUKA



UNIVERSITY

UNIVERSITY EXAMINATIONS

EXAMINATION FOR THE AWARD OF DEGREE OF BACHELOR OF COMMERCE

BCOM 441: INSURANCE OF TRANSPORTATION II

STREAMS: BCOM Y4S1

TIME: 2 HOURS

DAY/DATE: THURSDAY 23/09/2021

8.30 A.M – 10.30 A.M.

INSTRUCTIONS:

- **Answer question 1 and any other TWO questions.**

QUESTION ONE

- (a) Discuss the contents of a marine insurance policy. (10 marks)
- (b) Explain five classes of aviation business. (10 marks)
- (c) Discuss how the insurable interest, Utmost Good Faith and Indemnity are applicable to marine insurance. (10 marks)

QUESTION TWO

- (a) Whilst the general policy format of marine insurance policy has remained the same over the ages. Explain effecting marine insurance. (6 marks)
- (b) Explain the rating factors of hull business of small airline operators. (14 marks)

QUESTION THREE

- (a) Discuss the factors to be considered when calculating the premium to be paid when insuring cargo risks. (10 marks)
- (b) Explain five categories of space risks covered under commercial satellite insurance. (10 marks)

QUESTION FOUR

(a) Explain the following terms as applied in marine insurance. (10 marks)

- (i) Bottomry
- (ii) Respondentia
- (iii) Constructive total loss
- (iv) Partial loss
- (v) Joint hull understanding

(b) Explain the classification of marine insurance giving examples. (10 marks)
