
CHUKA



UNIVERSITY

UNIVERSITY EXAMINATIONS

**EXAMINATION FOR THE AWARD OF DEGREE IN
BACHELOR OF COMMERCE**

BCOM 446: SOCIAL INSURANCE

STREAM: BCOM Y4 S2

TIME: 2 HOURS

DAY/DATE: THURSDAY 9/04/2020

2.30 P.M -4.30 P.M.

INSTRUCTIONS:

- **Answer Question ONE and any other Two Questions.**

QUESTION 1

- (a) In spite a highly developed system of private insurance in Kenya, social insurance programs are necessary, Discuss [8 Marks]
- (b) Maji mazuri is a new locally incorporated insurance company venturing into medical insurance. The management has retained you as a consultant to advise them on the various underwriting approaches they can use in this area of business. [10 Marks]
- (c) Discuss the factors in the social, economic, educational and political spheres that have forced the government to increase its participation in the provision of social insurance in Kenya. [12 Marks]

QUESTION 2

- (a) Social insurance programme provides protection against financial loss to dependants resulting from premature death of the wage earner also provides wage earners with retirement benefits. Discuss the benefits that you would recommend in line with vision 2030 under this insurance program.

- (b) Explain the benefits provided to workers under the workers compensation law. [8
Marks]

QUESTION THREE

- (a) Many observers have voiced concern about the soundness of the NHIF system, pointing to the growing number of contributors and the no increasing benefits. To what extent do you believe that the NHIF system is still in trouble? What would you recommend in the way of corrective action? [10 Marks]
- (b) Discuss the objectives of state workers compensation laws. [10 Marks]

QUESTION 4

- (a) Being a student who has specialized in Insurance and Risk Management and graduated, you have been invited to Insurance Gurus meeting to present a proposal on Unemployment insurance product suitable to Kenyan market. Discuss the objectives of unemployment insurance and the eligibility required to receive the benefits. [12 Marks]
- (b) Briefly explain the procedure to be followed when making a claim from the NSSF of Kenya. [8 Marks]