



MUEO

MOI UNIVERSITY

**OFFICE OF THE DEPUTY VICE CHANCELLOR, ACADEMIC
AFFAIRS, RESEARCH & EXTENSION**

**UNIVERSITY EXAMINATIONS
2013/2014 ACADEMIC YEAR**

FORTH YEAR END OF SEMESTER I/II EXAMINATIONS

**FOR THE DEGREE OF
BACHELOR OF BUSINESS MANAGEMENT**

EXAM CODE:- BBM 487

COURSE TITLE:- AVIATION RISK & INSURANCE

DATE:- 25TH FEBRUARY, 2014

TIME:- 2.00P.M. - 5.00 P.M.

INSTRUCTION TO CANDIDATES

> SEE INSIDE.

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BBM 487:- AVIATION RISK AND INSURANCE

INSTRUCTIONS:-

Answer Any Four Questions.

Question 1

- (a) Briefly discuss the services provided by an aviation insurance broker (10 marks)
- (b) Explain the conditions applicable to section I- loss of or damage to aircraft under the London Aircraft Insurance Policy (10 marks)

Question 2

- (a) Briefly discuss the scope of cover of an Aviation Products liability policy (10 marks)
- (b) Explain the exclusions under section 1 (premises liability) of an Airport liability insurance policy (10 marks)

Question 3

- (a) Explain the different benefits provided by the personal accident insurance cover as shown in the schedule of compensation as provided in the aviation market. (10 marks)
- (b) Briefly discuss the circumstances under which a loss of licence policy pays in aviation insurance. (10 marks)

Question 4

- (a) Explain the following clauses as used in aviation insurance:
 - (i) Deferred premium
 - (ii) Additions and deletions
 - (iii) Aircraft laying-up returns
 - (iv) Non-aviation liability
 - (v) Agreed value (2 marks each)
- (b) Briefly discuss the deductibles applied in aviation insurance. (10 marks)

Question 5

- (a) Briefly discuss the details contained in the surveyor's report to the insurance company in claims settlement (10 marks)
- (b) Explain the principal reasons for an insurer to use a surveyor when dealing with hull claims. (10 marks)