



Code	Subject Title	Cr. Hrs	Semester
COMM-403	Insurance & Risk Management	3	VII
Year	Discipline		
4	Commerce		

Insurance & Risk Management

Name of the Course	INSURANCE AND RISK MANAGEMENT
Objectives	The objective of this course is to provide an initial perspective on risk management and insurance businesses, its principal activities, and the interrelationships among the activities. The complex decision making process of risk management and an insurance business in a competitive environment is also included in this course.
Syllabus	<ul style="list-style-type: none"> • introduction of risk- definitions- classifications of risk- methods of handling risk • introduction to risk management- objectives- steps in risk management process- benefits of risk management • Introduction of insurance: definition- characteristics- benefits of insurance to society- costs of insurance to society- requirement of insurable risk- insurance and gambling. • Fundamental Legal principles: principle of indemnity- utmost good faith- insurable interest- law of subrogation- requirements and characteristics of an insurance contract. • Insurance company operations: rate making- underwriting- production- claim settlement- reinsurance- investments. • Analysis of Insurance Contract: Basic parts of insurance contract- co-insurance • Classes of insurance: <ul style="list-style-type: none"> ❖ Life Insurance ❖ Fire Insurance ❖ Marine Insurance

	<ul style="list-style-type: none"> ❖ Miscellaneous Insurance • Annuities (Life Insurance) • Islamic Insurance (Takaful): Introduction- Difference between conventional insurance and takaful- Activity models of takaful- Takaful potential in Pakistan • Pakistan Insurance Ordinance 2000 (overview)
Text Book	<ol style="list-style-type: none"> 1. Principles of Risk Management and Insurance: <i>George E. Rejda.</i> 2. insurance: <i>Julia Holyoake</i> 3. Insurance principles and Practices: <i>M.N Mishra, S.B Mishra</i>