

041305T4BUS

BUSINESS MANAGEMENT LEVEL 5

BUS/OS/BM/CR/07/6

CONTROL BUSINESS RISK



**TVET CURRICULUM DEVELOPMENT, ASSESSMENT AND CERTIFICATION
COUNCIL (TVET CDACC)**

**CANDIDATE TOOL
WRITTEN ASSESSMENT**

INSTRUCTIONS TO CANDIDATE

1. You have **THREE (3)** hours to answer all the questions.
2. Marks for each question are as indicated in the brackets.
3. The paper consists of **THREE** sections: **A, B** and **C**.
4. Do not write on the question paper.

This paper consists of 8 printed pages.

Candidates should check the question paper to ascertain that.

All pages are printed as indicated and that no questions are missing.

SECTION A (20 MARKS)

Answer all questions in this section in the answer booklet provided.

Each question carries one (1) mark.

1. Which of the following include the risk management steps?
 - A. Identifying, analyzing and acting
 - B. Researching, reviewing and responding
 - C. Reviewing monitoring and managing
 - D. Analyzing changing and suppressing
2. Which of the following is NOT a major method of managing risk?
 - A. Loss control.
 - B. Loss diversification.
 - C. Loss financing.
 - D. Internal risk reduction.
3. Which one of the following is a benefit of routine inspection on machines and equipment of a company?
 - A. Frequent wear and tear of machines.
 - B. Regular breakdowns.
 - C. High cost of maintenance.
 - D. Reduced frequency on breakdowns.
4. Which one of the following is an example of indirect loss to the business?
 - A. Employee health problem due to usage of insecticide
 - B. Loss of profits due to poor publicity
 - C. Loss of farm produce due to hailstorms
 - D. Cost of replacing farm equipment after fire
5. Which of the following is a method of transferring risk?
 - A. adding more controls
 - B. insurance
 - C. avoiding