



HERBERT CHITEPO SCHOOL LAW AND BUSINESS SCIENCES
Department of Economics and Finance

EXAMINATION PAPER

BACHELOR OF COMMERCE

PART 2 SEMESTER 1

MODULE NARRATION

**PROPERTY AND TRANSPORTATION
INSURANCE**

CODE

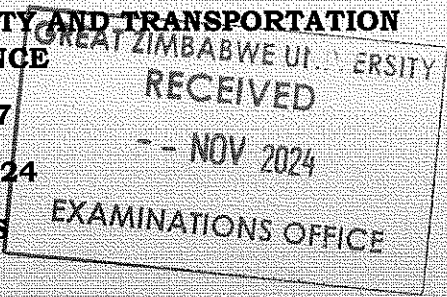
HRMI217

DATE

JUNE 2024

DURATION

3 HOURS



INSTRUCTIONS TO CANDIDATES

1. ANSWER **ANY FOUR** QUESTIONS
2. EACH QUESTION CARRIES **25 MARKS**
3. AS MUCH AS POSSIBLE **CITE RELEVANT** EXAMPLES
4. START EACH QUESTION ON A FRESH PAGE

QUESTION 1 [25 MARKS]

Analyze the impact of transport insurance on the transportation sector in Zimbabwe. How does transport insurance facilitate trade and commerce, enhance safety standards, and incentivize investment in transportation infrastructure and services?

QUESTION 2 [25 MARKS]

Evaluate the regulatory framework governing property and transport insurance in Zimbabwe. What are the key regulatory challenges and opportunities facing insurers, policymakers, and consumers in ensuring accessibility, affordability, and effectiveness of insurance coverage in these sectors?

QUESTION 3 [25 MARKS]

A Zimbabwean exporter is negotiating a contract with a buyer in South Africa to sell agricultural products. Discuss the role of Incoterms in defining the responsibilities and liabilities of the seller and the buyer regarding transport insurance. Provide examples of Incoterms that allocate the risk of loss or damage during transportation to either the seller or the buyer.

QUESTION 4 [25 MARKS]

A property owner in Zimbabwe is planning to renovate a commercial building but expects it to remain vacant for several months during the construction period. Explain the concept of vacant and unoccupied buildings in property insurance. Discuss the potential insurance implications for the property owner during the renovation period, including coverage limitations, premium adjustments, and risk management strategies.

QUESTION 5 [25 MARKS]

A homeowner in Zimbabwe is considering purchasing a basic fire policy for their property. Explain the key features and coverage provided by a basic fire policy in property insurance. Discuss the scope of protection against fire-related risks, including coverage for structural damage, personal belongings, and additional living expenses incurred due to temporary displacement.