

	<u>Subject title:</u> INSURANCE AND RISK MANAGEMENT			
<u>Subject code:</u>	<u>Subject Status:</u>	<u>Semester:</u>	<u>Credit value:</u>	<u>Teaching load:</u>
MBS/	Compulsory	VI	7	2L+3T

<u>Study programme:</u> Academic Undergraduate Studies: Financial Management
<u>Responsible Staff:</u> Professor Milenko Popović, PhD; Teaching Assistant: Mirjana Čizmović, MSc
<u>Pre-requisite:</u> Nil
<u>Mode of study</u> Lectures, tutorials, seminar papers, consultations
<u>Assessment:</u> Written: 2 mid-term tests = 40 points Oral: Final exam = 50 points Attendance, Seminar paper = 10 points
<u>Objectives:</u> Analysis and understanding of basic concepts of risk management and insurance as the major type of risk management. Students will also be introduced to the basic concepts of risk management of insurance companies in Montenegro and elsewhere in the world.

SYLLABUS:

- Review of the financial system
- Position of insurance companies and pension funds in the financial system
- Risk and Insurance I
- Risk and Insurance II
- Organizational forms of private insurance companies
- Probability application in insurance and the law of large numbers
- Risk management principles and insurance
- Insurance regulation I
- Insurance regulation II
- Life insurance
- Rental and voluntary pension insurance
- Property insurance
- Liability insurance
- Reinsurance and coinsurance

READING LIST AND REFERENCES:

Rejda, George: *Principles of Risk Management and Insurance*, 11th edition, Prentice Hall, 2011.

