



PAN AFRICA CHRISTIAN UNIVERSITY

SCHOOL OF LEADERSHIP, BUSINESS AND TECHNOLOGY

**END OF SEMESTER EXAMINATION FOR DIPLOMA IN
LEADERSHIP AND MANAGEMENT**

MAY-AUGUST 2018

CAMPUS: ROYSAMBU
DEPARTMENT: LEADERSHIP
COURSE CODE: DLM112
COURSE TITLE: ENTERPRISE RISK MANAGEMENT
EXAM DATE: TUESDAY 14TH AUGUST 2018
TIME: 2.00PM-5.00PM

INSTRUCTIONS

- Read the instructions and questions carefully before you write the answers.
- Write your **STUDENT NUMBER** in the Answer Booklet given
- This exam script has **TWO (2)** sections.
- Answer **ALL** questions in Section **A** and any other **ONE** question in Section **B**.
- Final Exam (Total marks 40)
- *Write clearly and legibly.*
- *ALL PAC University's examination rules and regulations apply*

SECTION A: ANSWER ALL QUESTIONS FROM THIS SECTION

1. a) Define the following terms as used in enterprise risk management.
 - i) Enterprise (2 marks)
 - ii) Risk(2 marks)
 - iii) Risk appetite(2 marks)
- b) i) Describe any **two** types of business risks(2 marks)
ii) Explain **two** causes of business risks (2 marks)
2. (a) Explain any **five** methods that are used in identifying risks in organizations (5 marks)

(b) Due to globalization and advancement in technology, today's organizational leaders are prompted to have a varied degree of core enterprise risk management competencies. Describe any **five** core enterprise risk management competencies (5 marks)
3. (a) Discuss the **five** components of enterprise risk management framework(5 Marks).

(b) Explain **two** roles of management boards in enterprise risk management. (5 marks)

SECTION B: ANSWER ANY ONE QUESTION FROM THIS SECTION

4. Explain in detail, **one** of the enterprise risk management theories you are conversant with (10 Marks).
5. Describe **four** areas that every organization should focus on in order to build a positive risk culture (10 Marks).