



MURANG'A UNIVERSITY COLLEGE

(A constituent College of Jomo Kenyatta University of Agriculture & Technology)

MAINCAMPUS

ORDINARY UNIVERSITY EXAMINATIONS

2015/2016 ACADEMIC YEAR

FOURTH YEAR FIRST SEMESTER EXAMINATIONS

FOR THE DEGREE

OF

BACHELOR OF COMMERCE

COURSE CODE: HBF2402

COURSE TITLE: PENSION FINANCE

DATE: 16TH DECEMBER, 2015 TIME: 2 HOURS

INSTRUCTIONS TO CANDIDATES

Question ONE (1) is compulsory
Answer TWO (2) questions

MRUC observes ZERO tolerance to examination irregularities



QUESTION ONE

COMPULSORY QUESTION

(a) Discuss the economic risks that the Aged people face in Kenya can be handled.

(10 Marks)

(b) Indicate the various roles played by the Pension industry in Kenya, (10 Marks)

(c) Discuss the various roles played by the service providers.

(10 Marks)

(TOTAL: 30 Marks)

QUESTION TWO

(a) Discuss the various categories of the Pension Schemes in terms of creation, governance structures, funding, and computation of retirement Benefits. (10 marks)

(b) Explain the benefits of being a member of a registered pension Scheme. (10 marks)

(TOTAL: 20 Marks)

QUESTION THREE

(a) Explain the legal issues related to investment of Pension funds. (10 marks)

(b) Highlight the challenges that the Pension industry faces and suggest possible ways of dealing with them. (10 marks)

(TOTAL: 20 Marks)

QUESTION FOUR

(a) Discuss the various Pension plans available in Kenya (10 marks)

(b) Discuss the importance of the following;

(i) Medicare programmes (5 marks)

(ii) Annuity arrangement (5 marks)

(TOTAL: 20 Marks)