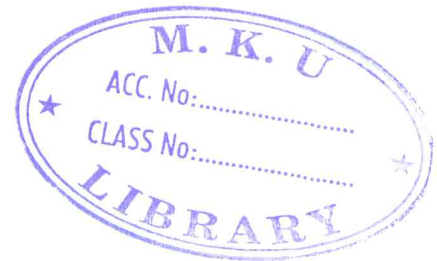


FACTORS AFFECTING RISK MANAGEMENT IN INSURANCE SECTORS:

A CASE OF SAHAM INSURANCE COMPANY



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ABSTRACT

The study was aimed at determining the factors affecting risk management insurance sectors with reference to Saham Insurance Company. The study intended to determine how company policy, organization mitigation strategies and proper risk identification affect risk management in Insurance Sector. The study was also to determine how risk control affects risk management in Insurance Sector. The researcher adapted a descriptive design as there are variables that cannot be quantified. Through random stratified sampling method, the researcher selected 60 respondents from 120 of total population in the area. Data was collected through the administering of questionnaire to the respondents. Quantitative and qualitative techniques of data analysis methods analyzed the collected data and the findings presented through charts, tables and graphs for simple understanding of the findings. The study found out that company policy, organization mitigation strategies and proper risk identification affect risk management in Insurance Sector to a large extent. The study recommended that the company should develop good policies that can ensure risks that may be faced by the organization are well managed, well prepared and should put in place good and responsive mitigation strategies. The more they are able to manage any risks that may occur in the organization the easier it becomes to list the most possible risks and design the mitigating strategies that may be used to handle the risk in case they occur. The study recommended that the company should properly identify the risks problems that may occur and ensure that all the possible risks are identified and that management plan for all the risks are drawn to ensure that as risks occur the company is properly prepared to manage them. There is a need for the company to benchmark itself with other insurance companies and ensure that they develop effective controls that can ensure the risks that company may face are reduced to the very minimal and that they do not affect the overall operations of the company.