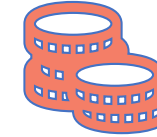


- ✓ Possibility of something unfortunate happening;
- ✓ Unpredictability;
- ✓ Possibility of a loss;
- ✓ Chance of a gain

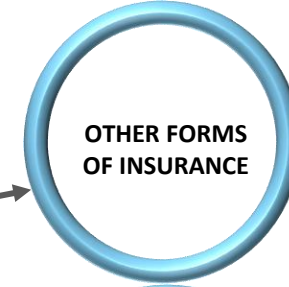


- Insurable:**
- ✓ Financial
 - ✓ Pure
 - ✓ Particular
 - ✓ Fortuitous event
 - ✓ Insurable interest
 - ✓ Not against public policy

- Uninsurable:**
- ✓ Non-financial
 - ✓ Speculative
 - ✓ Fundamental
 - ✓ Deliberate act



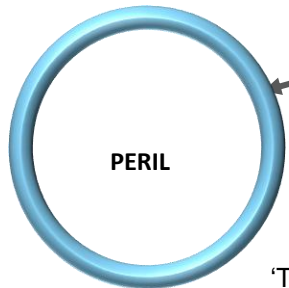
- ✓ Uncertainty
- ✓ Level of risk - Frequency and Severity
- ✓ Peril and hazards



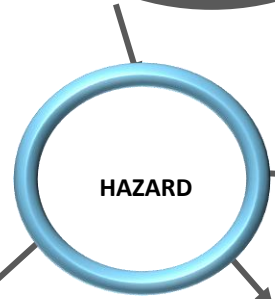
- ✓ Self-insurance
- ✓ Co-insurance
- ✓ Dual insurance
- ✓ Reinsurance



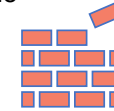
- ✓ Risk identification
- ✓ Risk analysis
- ✓ Risk control



'That which gives rise to a loss'

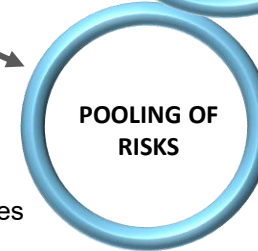


'That which influences the operation or the effect of the peril'



Physical

Moral



- ✓ Law of large numbers
- ✓ Equitable premiums

