

# IFCE INSURANCE FOUNDATION CERTIFICATE EXAMINATION

## Day 1

### MODULE 1: Risk And Insurance

**After studying this module, you should be able to:**

- List the main components of risk
- Demonstrate how insurance relates to risk
- Identify the categories of risk
- Compare insurable and uninsurable interest
- Describe the relation between frequency and severity
- Distinguish between perils and hazards
- Describe how insurance operates as a risk transfer mechanism
- Describe how the common pool operates
- Identify the benefits of insurance to individuals, business and economy
- Understand co-insurance and self insurance Progress Check Answers

## Day 2

### MODULE 2: Legal Principles of Insurance

**After studying this module, you should be able to understand the following legal principles:**

- Utmost good faith
  - define utmost good faith
  - define a material fact and describe its importance
  - describe the consequences of nondisclosure or misrepresentation
- Insurable interest
  - define insurable interest
  - understand when insurable interest commonly arises in different classes of insurance
- Indemnity
  - define indemnity

- identify the policies that modify indemnity
- Subrogation
- define subrogation
- understand when subrogation is applied
- Contribution
- define contribution
- identify different methods of contribution
- Proximate cause
- define proximate cause
- distinguish between insured, expected and uninsured perils Progress Check Answers

## Day 2

### MODULE 3: Risk Underwriting

#### **Understand the proposal form:**

- Identify the three main function of an underwriter
- Understand what is a warranty and deductible
- Describe the role of surveyor
- Understand the maximum probable loss and relation to reinsurance Progress Check Answers

4.9 Q&A: What should Risk Reports include in managing Conduct Risk

4.10 Key data elements that should form part of conduct risk reporting

4.11 Role of an integrated Enterprise Risk Reporting System for the Management of Conduct Risk

4.12 Role of Artificial Intelligence (AI) in improving risk reporting for management of Conduct Risk

4.13 Ownership of Risk Reporting

4.14 Q&A and Key Takeaways from Day 4

## Day 4

### MODULE 4: The Insurance Market

#### **After studying this module, you should be able to:**

- Discuss the operation and structure of insurance market

- Identify the different types of insurance companies
- Identify the different types of intermediaries
- Identify the types of insurance buyers
- Outline the different distribution channels used for buying and selling of insurance

MODULE 5: The Need for Documentation After studying this module, you should be able to:

- Describe the content and structure of the policy
- Understand the difference between a cover note and a certificate of insurance
- Understand the importance of renewal invitations Progress Check Answers

## Day 5

MODULE 6: Regulation of the Insurance Industry in the Kingdom

**After studying this module, you should be able to:**

- Understand why the insurance and protection savings industry needs to be regulated
- Understand the role of SAMA
- Understand article two of the regulations

MODULE 7: Market Code of Conduct Regulation (MCCR) After studying this module, you should be able to:

- Define MCCR
- Identify what sectors of the insurance market MCCR is applied
- Understand the minimum standards required by MCCR Progress Check Answers