

Insurance claims handling (non-UK)

Objective

To provide knowledge and understanding of the claims handling process including notification, assessment, settlement and associated financial factors.

Summary of learning outcomes	Number of questions in the examination*
1. Understand the general principles in the claims handling process.	12
2. Understand insurance products and associated services.	13
3. Understand claims considerations and administration.	13
4. Understand claims handling procedures and related claims services.	13
5. Understand the claims function and how it may be structured.	6
6. Understand claims settlement.	10
7. Understand how expenses are managed.	8

* The test specification has an in-built element of flexibility. It is designed to be used as a guide for study and is not a statement of actual number of questions that will appear in every exam. However, the number of questions testing each learning outcome will generally be within the range plus or minus 2 of the number indicated.

Important notes

- Method of assessment: 75 multiple choice questions (MCQs). 2 hours are allowed for this examination.
- This syllabus will be examined from 1 May 2021 until 30 April 2022.
- Candidates should refer to the CII website for the latest information on changes to law and practice and when they will be examined:
 1. Visit www.cii.co.uk/qualifications
 2. Select the appropriate qualification
 3. Select your unit from the list provided
 4. Select qualification update on the right hand side of the page

1. Understand the general principles in the claims handling process.

- 1.1 Describe the legal requirements for a valid claim.
- 1.2 Describe the different types of policy conditions relating to claims.
- 1.3 Describe what documentary and supporting evidence are typically required when notifying a claim.
- 1.4 Explain what is meant by proximate cause and how it is applied.

2. Understand insurance products and associated services.

- 2.1 Describe features, extensions and exclusions of motor policies.
- 2.2 Describe features, extensions and exclusions of household, gadget, travel and extended warranty.
- 2.3 Describe features, extensions and exclusions commercial property and pecuniary policies.
- 2.4 Describe features, extensions and exclusions commercial liability policies.
- 2.5 Describe features, extensions and exclusions of health policies.

3. Understand claims considerations and administration.

- 3.1 Describe the role of the claims department.
- 3.2 Explain the importance of service standards and managing customer expectations.
- 3.3 Explain the different parties to an insurance claim.
- 3.4 Explain the importance of claims estimating and how reserving operates.
- 3.5 Explain how fraud affects insurance claims.
- 3.6 Describe the ways in which a claims department may ensure that customers are treated fairly.
- 3.7 Describe how disputes and complaints could be resolved or escalated.

4. Understand claims handling procedures and related claims services.

- 4.1 Describe claims handling procedures for motor policies.
- 4.2 Describe claims handling procedures for household, gadget, travel and extended warranty.
- 4.3 Describe claims handling procedures for commercial property and pecuniary policies.
- 4.4 Describe claims handling procedures for commercial liability policies.
- 4.5 Describe claims handling procedures for health policies.
- 4.6 Explain the roles of external support services used in the claims process.

5. Understand the claims function and how it may be structured.

- 5.1 Describe the key features, structure and objectives of different claims systems.
- 5.2 Describe the claims function as it appears in functional and divisional structures.

6. Understand claims settlement.

- 6.1 Describe the way that claims can be settled.
- 6.2 Describe why a full indemnity may not always be paid.
- 6.3 Explain how insurers can recover the cost of claims.
- 6.4 Describe the methods used to mitigate the risk of untraced/uninsured drivers

7. Understand how expenses are managed.

- 7.1 Describe the role of the claims manager.
- 7.2 Explain what claims leakage is and how to identify and reduce it.
- 7.3 Explain the types of financial monitoring and how this can impact an insurance company results.
- 7.4 Explain the basis and significance of reserving practice.

Reading list

The following list provides details of further reading which may assist you with your studies.

Note: The examination will test the syllabus alone.

The reading list is provided for guidance only and is not in itself the subject of the examination.

The resources listed here will help you keep up-to-date with developments and provide a wider coverage of syllabus topics.

CII study texts

Insurance claims handling process. London: CII.
Study text WCE.

Books (and ebooks)

'Claims handling'. Chapter – Insurance theory and practice. Rob Thoyts. New York: Routledge, 2010.*

Claims handling law and practice. Richard West et al. London: Kennedys Law LLP, 2018.

'Claims handling'. Chapter – Insurance theory and practice. Rob Thoyts. New York: Routledge, 2010.*

'Claims procedure'. Chapter – The law of insurance contracts. 6th ed. Malcolm A Clarke et al. London: Informa, 2009.

'Claims under the policy'. Chapter 14 in Bird's modern insurance law. 10th ed. John Birds. London: Sweet & Maxwell, 2016.

Insurance claims. 4th ed. Alison Padfield. Bloomsbury Professional, 2016.

Insurance disputes. Jonathan Mance, Iain Goldrein, Robert Merkin. 3rd ed. London: Informa, 2011.

Insurance theory and practice. Rob Thoyts. Routledge, 2010.*

Periodicals

The Journal. London: CII. Six issues a year.

Post magazine. London: Incisive Financial Publishing. Monthly. Contents searchable online at www.postonline.co.uk.

Reference materials

Concise encyclopedia of insurance terms. Laurence S. Silver, et al. New York: Routledge, 2010.*

Dictionary of insurance. C Bennett. 2nd ed. London: Pearson Education, 2004.

Examination guide

If you have a current study text enrolment, the current examination guide is included and is accessible via Revisionmate (www.revisionmate.com). Details of how to access Revisionmate are on the first page of your study text. It is recommended that you only study from the most recent version of the examination guide.

Exam technique/study skills

There are many modestly priced guides available in bookshops. You should choose one which suits your requirements.