

Insurance, legal and regulatory

IF1: 2024 edition

Web update 3: 2 November 2023

Please note the following update to your 2024 edition of the IF1 study text.

Chapter 5, section F1B, page 5/14

The third and fourth paragraphs should read as follows:

'Reduce proportionately' in this scenario means that the insurer need pay on the claim only x% of what it would otherwise have been under an obligation to pay under the terms of the contract (or, if applicable, under the different terms provided for by virtue of the Act) where:

$$x = \frac{\text{premium actually charged}}{P} \times 100$$

P is either the:

- total premium the insurer would have charged (either the increased premium or the amount the premium should have been reduced by); or
- original premium.