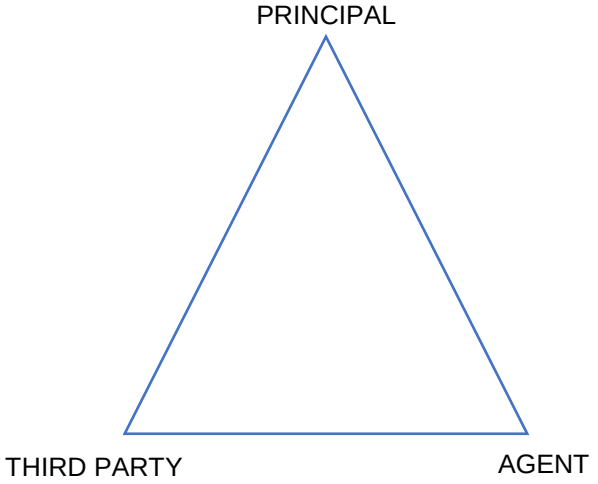
LM2 LEARNING OUTCOME 6

6 QUESTIONS

LEARNING OUTCOME 6
Understand insurance intermediation in the London Market

LAW OF AGENCY
- By agreement
- By ratification
- By necessity



TYPES OF INTERMEDIARIES
- Wholesale broker
- Retail broker
- Producing broker
- Single tied agent
- Multi-tied agent
- Independent intermediary
- Surplus lines broker
- Open market correspondent
- Lloyd's broker
- Non-Lloyd's broker

LEGISLATION RELATING TO INSURANCE CONTRACTS
- Reviewing the client's needs
- Putting together MRC to obtain quotes
- Reviewing quotes with the client
- Finalising the placement
- Compiling documentation for submission to Xchanging
- Requesting premium from their client
- Submitting documentation to Xchanging
- Making changes to the risk

CLAIMS PROCESS
- First advice
- Expert instructions
- Further updates
- Negotiation
- Settlement
- Recoveries/subrogation

TERMS OF BUSINESS AGREEMENTS (TOBAs)
- Insurer TOBA with a broker
- Broker TOBA with a client

BROKER REMUNERATION
- Flat fee
- Commission or brokerage
- Other fees/commissions

EU LEGISLATION AND UK REGULATION
- Insurance Distribution Directive (IDD)
- Client Asset Rules (CASS)
- Data Protection Act 2018 and the General Data Protection Regulation (GDPR)