

# Young Insurance Professionals Programme (YIPP)

## Course 8: Introduction to Fire Insurance & Reinsurance

### Course Overview

In this course, delegates will be learning about various features of fire insurance, characteristics of fire insurance, terms & conditions applied in fire insurance, what aspects of fire insurance can be claimed, areas covered under fire insurance, what benefits are covered under fire insurance, tax exemption policies, various other benefits attached to fire insurance are covered.

Delegates will gain a deeper understanding of the clauses and provisions of the Standard Fire Policy and discuss issues related to those provisions. It also allows delegates to work on typical cases on fire insurance.

### Course Objectives

At the end of this course delegates will:

- Have a basic knowledge of the origins of fire insurance
- Understand the main markets for fire insurance and reinsurance
- Appreciate the underlying legal principles
- Have basic knowledge of the main elements of cover
- Understand the important risk factors to consider
- Be familiar with a typical property insurance policy
- Have basic knowledge of property claims handling
- Have basic knowledge of the main property reinsurance covers

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## Course Outline

1. History of Fire Insurance and Reinsurance
2. The Markets
  - 2.1. Insurance companies
  - 2.2. Lloyds
  - 2.3. Captives
3. Legal Considerations
  - 3.1. Validity of contract
  - 3.2. Insurable interest
  - 3.3. Proximate cause
  - 3.4. Utmost good faith
  - 3.5. Principle of indemnity
  - 3.6. Warranties, subrogation and contribution
4. Elements of cover
  - 4.1. Fire, explosion
  - 4.2. Theft
  - 4.3. Natural perils (earthquake, flood, storm)
  - 4.4. Subsidence
  - 4.5. Riot and civil commotion, vandalism
  - 4.6. Leakage, falling objects, water damage
  - 4.7. Weight of snow, ice or sleet

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## 5. Risk Factors

- 5.1. Construction
- 5.2. Prevention
- 5.3. Moral hazard (arson)
- 5.4. Underinsurance

## 6. The Property Insurance Policy

- 6.1. Clauses
- 6.2. Common restrictions
- 6.3. Exclusions

## 7. Claims

## 8. Reinsurance Structuring

- 8.1. Proportional
- 8.2. Non-proportional

## 9. Conclusion

## 10. Appendix

## General Information

**Course Format:** online

**Duration:** 3 hours in one sitting, 10 days for self-paced

**Target Audience:** Property Insurance Agents and Underwriters.

**Delivery Approach:** Case studies, aptitude tests, examples