



## CHANGES TO THE SYLLABUS AND CORE READING FOR SUBJECT ST1 FOR THE 2018 EXAMINATIONS

### Changes to the Syllabus and their impact on Core Reading

*There have been no changes to the Syllabus.*

### Changes to Core Reading

#### UNIT 1

*The following term in the glossary has been amended:*

#### Insurance premium tax (IPT) (UK)

Insurance premiums are exempt from VAT in the UK, but most general insurance premiums are subject to an insurance premium tax (IPT), currently (May 2017) at the rate of 10.0%. Note IPT is increasing to 12% from June 2017.

#### UNIT 2

##### *Section 3.6*

*The wording for the final paragraph has been amended to:*

The word “total” in the definition in practice usually means the failure of ability to perform a major or substantial part of the job or function. It is unlikely that every single element of the job or function is failed completely. Even severe disability will usually still leave the individual able to do something that could be argued to be part of the job or function. If the elements failed do not comprise a major or substantial part of the role then failure is not considered total.

#### UNIT 8

##### **Section 2.4**

The wording for the second bullet in this paragraph has been amended to:

*Unexpired risk reserve — reserve in respect of the above unexpired insurance premium where it is felt that the premium basis is inadequate to meet future claims and expenses.*

**END**