

THE INSURANCE INSTITUTE OF CANADA

Addendum—June 2005

C121 Advanced Underwriting

(To be used with 2004 edition of text)

Study 2, p. 5 In the Example box at the bottom of the page, change the first sentence to read as follows:

Liability losses need to be investigated early to determine negligence and mitigate damages.

Study 2, p. 24 In the third sentence of the third paragraph, change the numbers 1.017 and 1.022 to 1.018 and 1.023. The revised sentence now reads as follows:

Similarly, we multiply 1.000 x 1.005 x 1.018 to derive a 36-to-ultimate factor of 1.023, shown at the bottom of the column headed “36 – 48.”

Study 3, p. 1 Delete the sub-heading “Case Study” that immediately follows the major heading “Introduction.”

Study 3, p. 3 Change the heading at the top of the page from “Case Study” to “Example.”

In the second paragraph, change the phrase “in the above case study” to read “in the above example.”

Study 3, p. 19 In the last sentence of the last paragraph, change the word “supplements” to “complements.” The revised sentence now reads as follows:

For others, extra expense insurance complements their coverage for loss of profits or gross earnings.

Study 3, p. 23 Change the last heading from “A Case Study Revisited” to “An Example Revisited.” Also, in the first sentence of the last paragraph, change the reference to “our case study” to “our example.”

Study 4, p. 25

In Review Question 32, change the first word from “What” to “Why.” The revised question now reads as follows:

Why is “inland marine insurance” difficult to define? What kinds of coverage does it generally entail?

Study 5, p. 23

In the Example box that follows the first paragraph, change the two layers of excess insurance to read as follows:

First excess policy: \$5 million excess of \$1 million primary
Second excess policy: \$5 million excess of \$6 million

Study 7, p. 24

In Review Question 10, delete the number 11 so that the question now reads as follows:

Outline the reasons discussed in this study that an organization would establish a captive.

Index, p. iii

In the second column, delete the second entry “Study 3 3—3.”