



معهد الخليج لدراسات التأمين  
GULF INSURANCE INSTITUTE

## Certificate in Applied Insurance Studies

### Liability Insurance

Course Code	ACLI
Content	Unit 1: Application of Insurance principles to Liability Insurance Unit 2: How liability arises Unit 3: Liability Policies Unit 4: Underwriting Liability Risks Unit 5: Liability Claims Administration and Handling
Duration	24 hours of structured learning involving classroom sessions, Q & A and case studies.
Audience	Intermediate
Learning Objectives	At the end of this course participants will be able to:

#### 1 Application of Insurance principles to Liability Insurance

Discuss the application to Liability Insurance

- 1.1 Insurable Interest; Joint Assureds, Vicarious Liability, Personal Representatives
- 1.2 Utmost Good Faith; Effect of fraud and misrepresentation
- 1.3 Proximate Cause; Interpretation of exceptions in liability insurance
- 1.4 Indemnity; Modification to the principle in Liability Insurance; excess, Deductible, Limits of indemnity
- 1.5 Subrogation; Rights against Third Parties, Waiver of Subrogation
- 1.6 Contribution; Application

#### 2. How liability arises

2.1 Be aware of the legal systems of the world under which Liability may arise.

- 2.1.1 Common Law
- 2.1.2 Civil law
- 2.1.3 Religious Law
- 2.1.4 Pluralistic systems

2.2 Explain the tort of Negligence

- 2.2.1 Definition
- 2.2.2 Duty of care
- 2.2.3 Breach of Duty
- 2.2.4 Damage and Causation
- 2.2.5 Pecuniary Loss
- 2.2.6 Strict Liability

2.3 Explain Statutory Duties under Civil Law

2.4 Explain Liability arising under contract.

2.5 Explain how an Employer's legal liability may arise.

2.6 Explain how Products Liability may arise

2.7 Explain how professional liability may arise.

2.8 Be aware of Special legal Relationships that may give rise to liability

2.9 Be aware of defences against legal liability

2.10 Be aware of the types of damages that may be awarded for negligence cases.

2.11 Be aware of the measure of Damages



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2.12 Define "Diyat" under Sharia Law – the concept of Blood Money

### 3. Liability Policies

Explain the operative clause, definitions, basis of cover, Limits of indemnity, exclusions, general conditions, and extensions of the following liability insurances

- 3.1 Public Liability
- 3.2 Employers Liability
- 3.3 Products Liability
- 3.4 Professional indemnity
- 3.5 Directors' and Officers' liability

### 4. Underwriting Liability Risks

- 4.1 Be aware of the factors that influence the underwriting of liability insurance
- 4.2 Explain of the long tail nature of liability risks
- 4.3 Be aware of the importance of the risk management function before accepting insurance proposals
- 4.4 List the risk assessment criteria for Public, Employer's, Products, Professional Indemnity.
- 4.5 List the main liability exposures reported in Pre-Risk surveys
- 4.6 List the risks that present a special hazard for underwriters
- 4.7 Outline the reinsurance techniques available to Liability underwriters.

### 5. Liability Claims Administration and Handling

- 5.1 Explain the duty of the insured when making a claim
- 5.2 Explain the conditions precedent to Liability under the policy
- 5.3 Outline the claims administration process under liability insurance

Private study	Students should undertake a minimum of 75 hours of private study
Assessment	two hour multiple choice papers consisting of 100 questions
Language	These courses are available in English and in Arabic
Award	Certificate in Applied insurance Studies 1 credit towards Associate of the Gulf Insurance Institute