



Australian Government

Assessment Requirements for FNSILF501

Assess extraordinary risks

Release: 1

Assessment Requirements for FNSILF501 Assess extraordinary risks

Modification History

Release	Comments
Release 1	This version first released with FNS Financial Services Training Package Version 1.0.

Performance Evidence

Evidence of the ability to:

- establish criteria and undertake risk assessment for extraordinary risks
- negotiate reinsurance and establish and document appropriate terms and conditions.

Note: If a specific volume or frequency is not stated, then evidence must be provided at least once.

Knowledge Evidence

To complete the unit requirements safely and effectively, the individual must:

- describe the types of extraordinary risks within the life insurance sector
- define relevant medical terminology, and identify diseases and injuries that lead to extraordinary risks
- describe the nature of liability arising out of extraordinary risks
- list the relevant information required to assist with negotiating reinsurance
- outline the relevant actuarial, financial and legislative requirements including the Australian Securities and Investments Commission (ASIC), Australian Prudential Regulation Authority (APRA) and the Life Insurance Act
- describe the methods used to mitigate risk through reinsurance
- describe the key players in the reinsurance industry and their involvement in reinsurance.

Assessment Conditions

Assessment must be conducted in a safe environment where evidence gathered demonstrates consistent performance of typical activities experienced in the life insurance field of work and include access to:

- office equipment, technology, software and consumables
- organisational records, policy and procedures.

Assessors must satisfy NVR/AQTF assessor requirements.

Links

Companion Volume implementation guides are found in VETNet -

<https://vetnet.gov.au/Pages/TrainingDocs.aspx?q=c7200cc8-0566-4f04-b76f-e89fd6f102fe>