

# Personal insurances

## M86: 2024–25 edition

### Web update 1: 30 May 2024

Please note the following update to your copy of the **M86** study text:

#### Chapter 8, section G2, page 8/18

The bullet point beginning 'A 'money award', telling the firm...' should read as follows:

- A 'money award', telling the firm what specific sum of money it should pay the customer to cover any financial losses they have suffered as a result of the problem they have complained about. The maximum monetary award the FOS can require a firm to make to a complainant is outlined in the following table:

Limit of award	Date complaint referred to the FOS	Date act or omission occurred
£430,000	On or after 1 April 2024	On or after 1 April 2019
£195,000	On or after 1 April 2024	Before 1 April 2019

The FOS may recommend a higher figure, if appropriate, but this will not be binding on the firm. The FOS may also decide that the firm should pay interest on top of any compensation due. This is calculated at a rate of 8% per year.

#### On the Web

You can view the full range of figures here:

<https://www.financial-ombudsman.org.uk/consumers/expect/compensation>.



#### Chapter 8 self-test answers, page xv

10. The maximum award the FOS may make which is binding on insurers is:

- **£430,000**, for complaints referred on or after 1 April **2024** about actions or omissions by firms that occurred on or after 1 April 2019.
- **£195,000**, for complaints referred to on or after 1 April **2024** about acts or omissions by firms before 1 April 2019. The FOS may recommend a higher figure, if appropriate, but this will not be binding on the firm.

#### Notes

- This change will be examined from 1 July 2024.
- This update has been incorporated into the digital copies (printable PDF and ebook) of the study text, available on RevisionMate.