

TRAINING AND COMPETENCE SOURCEBOOK (ACCREDITED BODIES AND QUALIFICATIONS AMENDMENTS NO 2) INSTRUMENT 2011

Powers exercised

- A. The Financial Services Authority makes this instrument in the exercise of:
- (1) the following powers and related provisions in the Financial Services and Markets Act 2000 (“the Act”):
 - (a) section 138 (General rule-making power);
 - (b) section 149 (Evidential provisions);
 - (c) section 156 (General supplementary powers);
 - (d) section 157(1) (Guidance); and
 - (2) the other powers and related provisions listed in Schedule 4 (Powers exercised) to the General Provisions of the Handbook.
- B. The rule-making powers referred to above are specified for the purpose of section 153(2) (Rule-making instruments) of the Act.

Commencement

- C. This instrument comes into force as follows:
- (1) except as in (2) below, 1 October 2011;
 - (2) in respect of each body listed in Part 2 of Annex A:
 - (i) on 1 October 2011 if the agreement for the purposes of accreditation in the form prescribed by the FSA and duly executed by that body has been received by the FSA on or before 1 October 2011; or
 - (ii) if such agreement is not received until after 1 October 2011, on the date that agreement is received, provided that the agreement has been received by 31 October 2011

Amendments to the Handbook

- D. The Glossary of definitions is amended in accordance with Annex A to this instrument.
- E. The Training and Competence sourcebook (TC) is amended in accordance with Annex B to this instrument.

Citation

- F. This instrument may be cited as the Training and Competence Sourcebook (Accredited Bodies and Qualifications Amendments No 2) Instrument 2011.

By order of the Board
22 September 2011

Annex A

Amendments to the Glossary of definitions

In this Annex, underlining indicates new text and striking through indicates deleted text.

[Editor's Note: The effect of the amendments shown in this Annex will be to revoke the changes made in Part 2 of Annex A to the Retail Distribution (Training and Competence) Instrument 2011 [FSA 2011/5).]

Part 1: Comes into force on 1 October 2011

accredited body any of the following bodies recognised by the FSA ~~to act as an accredited body~~ for the purpose of providing the independent verification required under TC 2.1.27R:

- (a) CFA Society of the UK;
- (b) The Chartered Insurance Institute;
- (c) The Institute of Financial Planning.

Part 2: Comes into force on 1 October if the agreement for the purposes of accreditation in the form prescribed by the FSA and duly executed by that body is received by the FSA by 1 October 2011; or, if such agreement is not received until after 1 October 2011, on the date the agreement is received, provided that the agreement has been received by 31 October 2011.

accredited body any of the following bodies recognised by the FSA for the purpose of providing the independent verification required under TC 2.1.27R:

...

- (c) The Institute of Financial Planning;
- (d) The Chartered Institute for Securities and Investment;
- (e) The Chartered Institute of Bankers in Scotland;
- (f) The ifs School of Finance.

Annex B

Amendments to the Training and Competence sourcebook (TC)

In this Annex, underlining indicates new text and striking through indicates deleted text.

Qualification requirements before starting activities

...

2.1.7 R A *firm* must ensure that an *employee* does not carry on any of the following activities without first attaining each module of an appropriate qualification:

(1) [deleted]

(1A) advising on and dealing in *securities* which are not *stakeholder pension schemes*, *personal pension schemes* or *broker funds*;

...

...

Appendix 1.1 Activities and Products/Sectors to which TC applies subject to TC Appendices 2 and 3

Activity	Products/Sector	Is there an appropriate qualification requirement?
<i>Designated investment business</i> carried on for a <i>retail client</i>		
...		
Advising	2. <i>Securities</i> which are not <i>stakeholder pension schemes</i> , <u><i>personal pension schemes</i></u> or <i>broker funds</i>	Yes
...		
Advising and dealing	12. <i>Securities</i> which are not <i>stakeholder pension schemes</i> , <u><i>personal pension schemes</i></u> or <i>broker funds</i>	Yes
...		
Dealing	13A <i>Securities</i> which are not <i>stakeholder pension schemes</i> , <u><i>personal pension schemes</i></u> or <i>broker funds</i>	No
...		

Appendix 4E – Appropriate Qualification tables

...

Qualification table for : Advising on (but not dealing in) *securities* (which are not *stakeholder pension schemes*, *personal pension schemes* or *broker funds*) – Activity number 2 in TC Appendix 1.1.1R

Qualification	Qualification provider	Key
...		
Associate	CFA Society of UK (Formerly United Kingdom Society of Investment Professionals/ Institute of Investment Management & Research)	b
Certificate in Investment Planning	Chartered Institute of Bankers in Scotland	c
Investment paper (post-August 1994 syllabus)	Chartered Institute of Bankers in Scotland	c
...		
Advanced Financial Planning Certificate (must include a pass in G70 paper)	Chartered Insurance Institute	b
Associate or Fellow (life and pensions route only)	Chartered Insurance Institute	b
Financial Planning Certificate	Chartered Insurance Institute	c
G70 paper of the Advanced Financial Planning Certificate	Chartered Insurance Institute	c
Certificate for Financial Advisers (Pre 31/10/2004)	Ifs School of Finance (formerly the Chartered Institute of Bankers)	c
Initial test of competence	Institute of Chartered Accountants in England and Wales	c
Initial test of competence	Institute of Chartered Accountants in Ireland	c
Initial test of competence	Institute of Chartered Accountants in Scotland	c
...		
Elementary, Intermediate and International Capital Markets course	Korea Securities Trading Institute	d
Module B(ii), Securities and Portfolio Management	Law Society of England and Wales	d
...		

Qualification table for : Advising on (but not dealing in) *Derivatives* – Activity number 3 in TC Appendix 1.1.1R

Qualification	Qualification Provider	Key
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...		
Fellow by examination	CFA Society of UK (Formerly United Kingdom Society of Investment Professionals/ Institute of Investment Management & Research)	b
Certificate in Investment Planning	<u>Chartered Institute of Bankers in Scotland</u>	<u>c</u>
Investment paper (post August 1994 syllabus)	<u>Chartered Institute of Bankers in Scotland</u>	<u>c</u>
...		
Advanced Financial Planning Certificate (must include a pass in G70 paper)	Chartered Insurance Institute	b
Associate or Fellow (life and pensions route only)	Chartered Insurance Institute	b
Fellow or Associate	Faculty or Institute of Actuaries	a
Financial Planning Certificate	<u>Chartered Insurance Institute</u>	<u>c</u>
G70 paper of the Advanced Financial Planning Certificate	<u>Chartered Insurance Institute</u>	<u>c</u>
Certificate for Financial Advisers (pre 31/10/2004)	<u>Ifs School of Finance (formerly Chartered Institute of Bankers)</u>	<u>c</u>
Initial test of competence	<u>Institute of Chartered Accountants in England and Wales</u>	<u>c</u>
Initial test of competence	<u>Institute of Chartered Accountants in Ireland</u>	<u>c</u>
Initial test of competence	<u>Institute of Chartered Accountants in Scotland</u>	<u>c</u>
...		
Investment Practice paper of the Investment Management Certificate	CFA Society of UK (Formerly United Kingdom Society of Investment Professionals/ Institute of Investment Management & Research)	d
Investment Paper (pre-August 1994 syllabus)	<u>Chartered Institute of Bankers in Scotland</u>	<u>d</u>
...		
International Fixed Income and Derivatives (IFID) Certificate Programme	ICMA Centre/ University of Reading (Formerly ISMA Centre/ University of Reading)	d
Investment Management Paper from the Associateship	<u>Ifs School of Finance (formerly the Chartered Institute of Bankers)</u>	<u>d</u>
Investment Planning Paper – Paper 2	<u>Institute of Bankers in Ireland</u>	<u>d</u>
...		
Representative of Public Securities Qualification – Type 1	Japanese Securities Dealers Association	d
Module B(ii), Securities and Portfolio Management	<u>Law Society of England and Wales</u>	<u>d</u>
...		

Qualification table relating to : Advising on *Packaged Products* (which are not *broker funds*) and *Friendly Society* tax-exempt policies - Activity Numbers 4 and 6 in

TC Appendix 1.1.1 R		
Qualification	Qualification Provider	Key
...		
Certificate in Investment Planning (Post 17/09/2004)	Chartered Institute of Bankers in Scotland	c
Investment Paper (post-August 1994 Syllabus)	Chartered Institute of Bankers in Scotland	c
...		
Certificate for Financial Advisers (Post 1/11/2004)	ifs School of Finance (Formerly the Chartered Institute of Bankers)	e c
Certificate for Financial Advisers (Pre 31/10/2004)	ifs School of Finance (Formerly the Chartered Institute of Bankers)	e c
Professional Certificate in Banking (PCertB) (where candidate has passed the Practice of Financial Advice module)	ifs School of Finance (Formerly the Chartered Institute of Bankers)	a
Initial test of competence	Institute of Chartered Accountants in England and Wales	c
Initial test of competence	Institute of Chartered Accountants in Ireland	c
Initial test of competence	Institute of Chartered Accountants in Scotland	c
Certified Financial Planner	Institute of Financial Planning	b
Fellowship	Institute of Financial Planning	b
Module B(i) Retail Branded/Packaged Products	Law Society of England and Wales	d
...		
Post Graduate in Financial Services (1995 to 2001)	University of the West of England	b
Investment Management Paper from the Associateship	ifs School of Finance (formerly the Chartered Institute of Bankers)	d
Investment Planning Paper 2	Institute of Bankers in Ireland	d
Investment paper (pre-August 1994 syllabus)	Chartered Institute of Bankers in Scotland	d
Certificate in Investment Planning Paper 1 (Pre 31/10/2004)	Chartered Institute of Bankers in Scotland	e
Certificate in Investment Planning – Paper 1 (Post 17/09/2004)	Chartered Institute of Bankers in Scotland	e
...		

Qualification table for : Advising on, and dealing in <i>Securities</i> (which are not <i>stakeholder pension schemes</i> or <i>broker funds</i>) – Activity number 12 in TC Appendix 1.1.1R		
Qualification	Qualification Provider	Key

...		
Associate	CFA Society of UK (Formerly United Kingdom Society of Investment Professionals/ Institute of Investment Management & Research)	b
<u>Investment Management Certificate (Level 3)</u>	<u>CFA Society of UK</u>	<u>c</u>
Associateship – must include a pass in the investment paper	Chartered Institute for Bankers in Scotland	<u>b</u>
...		
Advanced Financial Planning Certificate (must include a pass in G70 paper)	Chartered Insurance Institute	b
<u>G70 paper of the Advanced Financial Planning Certificate</u>	<u>Chartered Insurance Institute</u>	<u>b</u>
Associateship (must include a pass in the Investment Paper)	ifs School of Finance (Formerly the Chartered Institute of Bankers)	b
London Stock Exchange Full Membership Exams – where candidates hold three or four papers or have both the Stock Exchange Practice and Techniques of Investment papers	London Stock Exchange (records now kept by The Chartered Institute for Securities & Investment; Formerly the Securities & Investment Institute)	a <u>b</u>
BA (Hons) Financial Services, Planning and Management	Manchester Metropolitan University	e <u>a</u>
...		
Trainee Dealers Representative Examination	Kuala Lumpur Stock Exchange	d
<u>Module B(ii), Securities and Portfolio Management</u>	<u>Law Society of England and Wales</u>	<u>d</u>
...		

Qualification table for : Advising on and dealing with or for clients in <i>Derivatives</i> – Activity number 13 in TC Appendix 1.1.1R		
Qualification	Qualification Provider	Key
...		
Fellow by examination	CFA Society of UK (Formerly United Kingdom Society of Investment Professionals/ Institute of Investment Management & Research)	b
<u>Investment Management Certificate</u>	<u>CFA Society of UK</u>	<u>c</u>
...		
Advanced Financial Planning Certificate (must include a pass in G70 paper)	Chartered Insurance Institute	b
<u>G70 Paper of Advanced Financial Planning Certificate</u>	<u>Chartered Insurance Institute</u>	<u>c</u>
...		
Representative of Public Securities Qualifications – Type 1	Japanese Securities Dealers Association	d

<u>Module B(ii), Securities and Portfolio Management</u>	<u>Law Society of England and Wales</u>	<u>d</u>
...		

...

Qualification table for : <i>Advising on syndicate participation at Lloyd's</i> - Activity number 9 in TC Appendix 1.1.1R		
Qualification	Qualification Provider	Key
Lloyd's Market Certificate	Lloyd's/ Chartered Insurance Institute	1
<u>Award in London Market Insurance</u>	<u>Chartered Insurance Institute</u>	<u>1</u>
...		

...

Qualification table for : <i>Overseeing on a day to day basis safeguarding and administering investments or holding client money</i> – Activity number 16 in TC Appendix 1.1.1R		
Qualification	Qualification Provider	Key
...
Investment Administration Qualification – ISA and PEP Administration Module	The Chartered Institute for Securities & Investment (Formerly the Securities & Investment Institute)	6
<u>Investment Administration Qualification – Collective Investment Schemes Administration Module</u>	<u>The Chartered Institute for Securities & Investment (Formerly the Securities & Investment Institute)</u>	<u>6</u>
<u>Investment Operations Certificate – Collective Investment Schemes Administration Module</u>	<u>The Chartered Institute for Securities & Investment (Formerly the Securities & Investment Institute)</u>	<u>6</u>
...		

Qualification table for : <i>Overseeing on a day to day basis administrative functions in relation to managing investments</i>
<ul style="list-style-type: none"> - (i) arranging settlement; - (ii) monitoring and processing corporate actions;

- (iii) client account administration, liaison and reporting including valuation and performance measurement;
- (iv) ISA, PEP or CTF administration;
- (v) Investment trust savings scheme administration.

Activity number 17 in TC Appendix 1.1.1R

Qualification	Qualification Provider	Key
...
Investment Operations Certificate – Private Client Administration Module	The Chartered Institute for Securities & Investment (Formerly the Securities & Investment Institute)	6
<u>Investment Administration Qualification – Collective Investment Schemes Administration Module</u>	<u>The Chartered Institute for Securities & Investment (Formerly the Securities & Investment Institute)</u>	<u>6</u>
<u>Investment Operations Certificate – Collective Investment Schemes Administration Module</u>	<u>The Chartered Institute for Securities & Investment (Formerly the Securities & Investment Institute)</u>	<u>6</u>
...		