



**Pensions
Management
Institute**

Retail Advice and Regulation

April 2022

PMI Number	<input type="text"/>
------------	----------------------

This contains several short answer questions. Attempt **ALL** questions.

The total marks for this paper are 100.

1. When looking at financial services regulation, an understanding of the roles and powers of the bodies charged with this regulation is essential. Can you outline the roles and powers of the following two bodies involved in the regulation of financial markets?

- a) The Bank of England
- b) The Pensions Regulator

(10 Marks)

2. Describe the role and structure of the UK and international markets and explain the impact of EU law.

(10 Marks)

3. Explain the FCA's use of principles and outcomes-based regulation explain in terms of:

- a) principles for businesses
- b) corporate culture and leadership
- c) describe the responsibilities of approved persons

(20 Marks)

4. Evaluate the application of professional standards and judgement in:

- a) establishing and maintaining client relationships, needs and priorities; and
- b) explain the importance of:
 - gathering information
 - analysing circumstances and requirements
 - making recommendations
 - effective communication of these recommendations
 - monitoring recommendations and reviewing the client's circumstances and requirements

(20 Marks)

Please turn over

5. Write a report that defines the principles and rules as set out within the regulatory framework paying particular attention to:

- regulated activities,
- controlled functions and the responsibilities of approved persons,
- record keeping requirements,
- the concept of professionalism,
- the anti-money laundering and proceeds of crime requirements,
- the requirements for data protection,
- explain the complaints procedures and;
- the Financial Services Compensation Scheme

(40 Marks)

End of Paper