

Transcript for DBAAT video

Introducing the DBAAT

Screen 1:

DBAAT training

Introducing the DBAAT

Screen 2:

The Defined Benefit Advice Assessment tool, or DBAAT for short, is the name for the FCA's approach to assessing Defined Benefit (DB) pension transfer advice.

Screen 3:

While this is the approach we use to assess DB transfer advice, this does not mean it is the only approach you can use.

You can use the DBAAT to assess whether advice complies with the regulatory requirements in the FCA Conduct of Business Sourcebook (COBS).

Screen 4:

It also assesses:

DB pension transfer advice that involves an Enhanced Transfer Value (ETV).

Investment advice on the proposed scheme.

You should not use the DBAAT to assess any other types of advice, including non-DB related pension and investment advice.

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The DBAAT helps you in three ways:

Screen 6:

Its step-by-step process helps you determine whether the firm obtained the 'necessary information' to advise their client.

It lists the key factors you should consider when assessing the suitability of advice, disclosure and, where relevant, the insistent client processes.

It prompts you to give the reasons for your overall assessment of a file and capture the evidence that supports your reasons.

Screen 7:

The DBAAT also considers whether failings have caused a consumer loss.

Screen 8:

The DBAAT is formed of two parts:

The “assessment tool” – this is a document which you complete for each advice file you assess.

The “instruction guide” – this document contains detailed information about how to complete the assessment tool and assess compliance with the regulatory requirements.

Screen 9:

The remaining videos will focus on introducing the key elements of the assessment tool.

Screen 10:

Where you need more detail, please refer to the accompanying instructions. Where appropriate, the videos will highlight the relevant sections in the instructions.

Screen 11:

FCA

Financial Conduct Authority