

INTRODUCTION

The Executive Committee of the Continuous Mortality Investigation (CMI) of the Institute of Actuaries and Faculty of Actuaries has pleasure in presenting this, its twenty-second report.

This report is devoted entirely to the individual income protection experience of the 1999-2002 quadrennium. It analyses both inceptions and terminations using the multi-state model approach presented in *C.M.I.R.* 12 (1991) and methods described in *C.M.I.R.* 15 (1996). A high-level summary of the key points arising from this report follows. A more extensive summary can be found on pages 1-2.

Inceptions

- The male and female inception experience is generally lighter than the previous quadrennium for all deferred periods. While this continues the trend observed at the shorter deferred periods in previous quadrennia, it reverses that seen at the longer deferred periods.
- The female inception experience remains significantly heavier than the male for all deferred periods, the differences being more pronounced for the longer deferred periods.
- Inception rates generally increase from occupational Class 1 to Class 4, as was the case in previous quadrennia.

Recoveries

- Generally, recovery rates have worsened since the last quadrennium, but not for all sections of the data.
- There is little evidence of a pattern for recovery rates varying according to occupational class.

Deaths

- For males, a pattern of declining death rates is evident. As with previous quadrennia, mortality data for females are too sparse to draw any sensible conclusions.

I would like to thank all those involved with the work of the CMI – the member offices that provide the data and financial support, the Secretariat for carrying out all the processing and administrative work and for providing valuable support to the Committees, and the members of all the Committees and Working Parties who give so much of their time, on a voluntary basis, to the service of the profession and its stakeholders.

The CMI welcomes feedback on this report, or indeed on any other aspect of its work. This can be sent by email to info@cmib.org.uk.

October 2005

Brian Ridsdale
Chairman, Executive Committee