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Current Issues in General Insurance.

Presentation to the Joint Meeting of the Faculty of Actuaries
Students Society and Our Changing Future

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Agenda

- Overview of Paper
- 2007 Catastrophes
- Climate Change
- Sub Prime
- Solvency II

Overview of Paper

- **Market developments**

- Mergers and Acquisitions
- The run-off market
- Securitisation
- The reinsurance cycle

- **Modelling techniques**

- Softening Market
- Reserving Uncertainty

- **Claims**

- 2007 Catastrophes
- The UK Floods
- Climate Change
- Sub Prime Lending and the Credit Crunch
- UK Personal Injury Claims
- Asbestos update

- **Regulation**

- Capital and Solvency II
- Part VII Transfers
- IFRS Update

2007 Catastrophes

- Windstorm Kyrill - £2.3bn
- The UK Floods - £3bn
- Hurricane Dean – \$1bn
- Hurricane Felix – less than \$0.1bn
- California Wildfires - \$1.9bn
- Tabasco Floods - \$0.7bn

Climate Change

- Introduction
- The Reality of Change
- An Actuary's View
- Opportunities

Sub Prime Lending and the Credit Crunch

- Key concerns for the Insurance Industry
- What has already happened
- What to expect in the future

Capital and Solvency II

- Introduction
- Moving further into an embedded world
- Developing areas of modelling
- What happens next

Summary

- Four main themes
 - Market Developments
 - Claims
 - Modelling techniques
 - Regulation

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