


All this and Solvency too
Nicholas Line 23rd November 2011

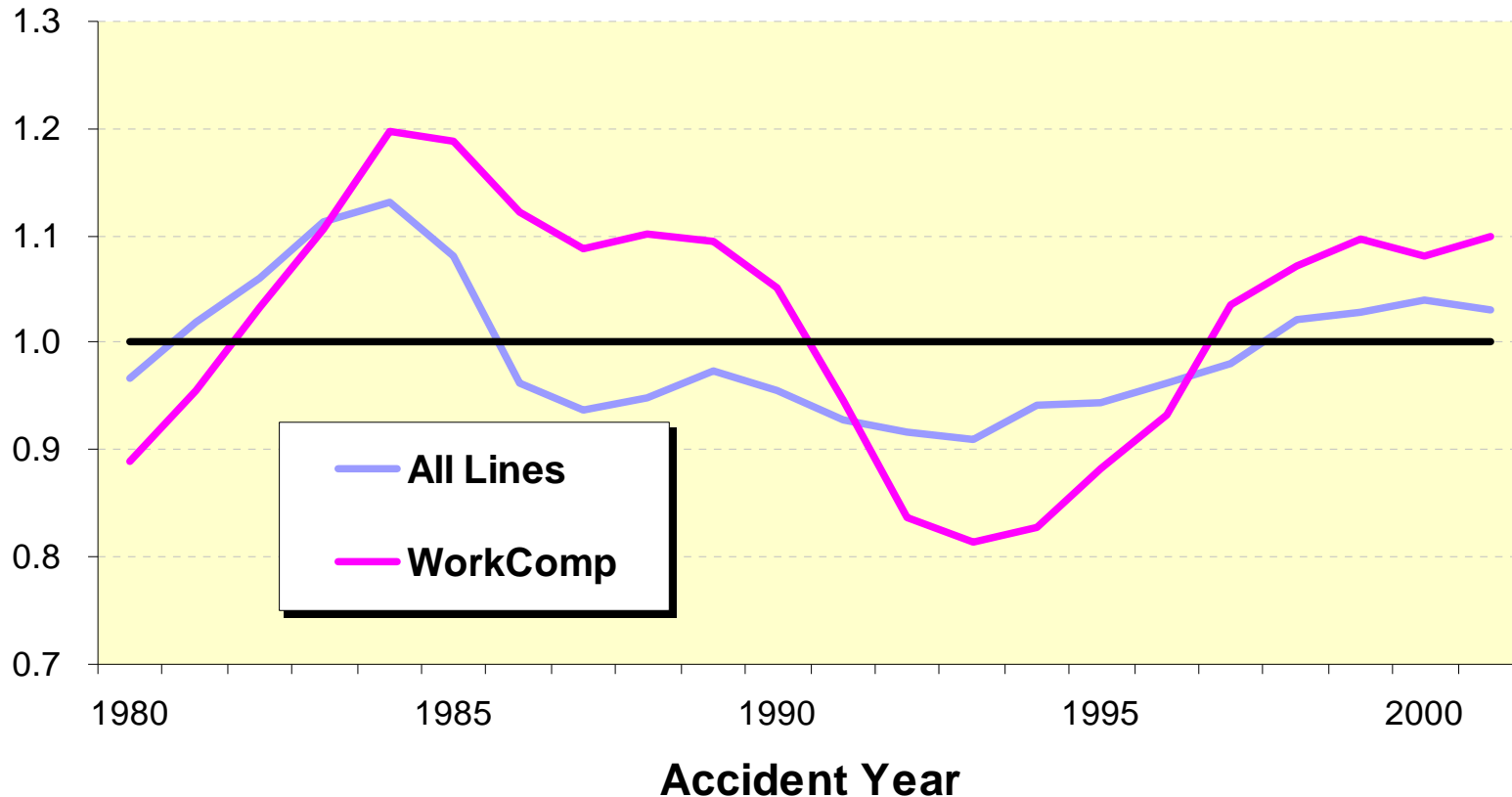
The Reserving Cycle...



**...And other things I
didn't learn until it was
too late**

The Reserving Cycle

U.S. Property/Casualty Industry. Ultimate Losses to First Report Losses



What we found (or suspected)

How could you survive it?

1. Adapt methods

2. Use better methods

An Aside about the Chain Ladder

Did you know...

3. Improve rate monitoring

4. Understand your business better

Back to the cave

“Our Appetite for Reserve Risk is zero”

Why does it go wrong?

1. You do something new

2. The environment changes

3. You are human (?)

4. We work with wafer-thin margins

Suggested reading

Questions or comments?

Expressions of individual views by members of The Actuarial Profession and its staff are encouraged.

The views expressed in this presentation are those of the presenter.

