Third Party Working party
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Third Party Motor Claims
Some preliminary results

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Preliminary Results
Reported Numbers of Claims (TPI and TPD)

Reported in Calendar Period as % Exposure

Ratio of TPI to TPD Reported Numbers

TPI Reported Numbers / TPD Reported Numbers
Settlement Rates Across the Industry Speeding Up…

… But so too are Settled Average Costs

+30% '09/'08
+10% p.a. '05-'09
Claimants per Claim

• Less information available on claimants per claim
• Where data was available, increase in numbers of claimants per claim between 2008 and 2009 was in the range of 2.6% to 7%
• 2008 compared to 2007 showed comparable levels of increases

However trends don’t look good….
• Frequency + 9% p.a. (’07 – ’09)
• Average costs +10% (’05 – ’09) or +30% (’08 – ’09)
• Combined…..+20%, +40%....
• Slightly offset by settlement rates increasing

Can pricing keep up??