

2016 CAS Spring Meeting
Seattle, Washington



Surprise, Surprise – The Next ‘Big One’ Might Just be a Casualty Catastrophe!

Stefan Holzberger CPA, ChFC
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May 2016

Disclaimer

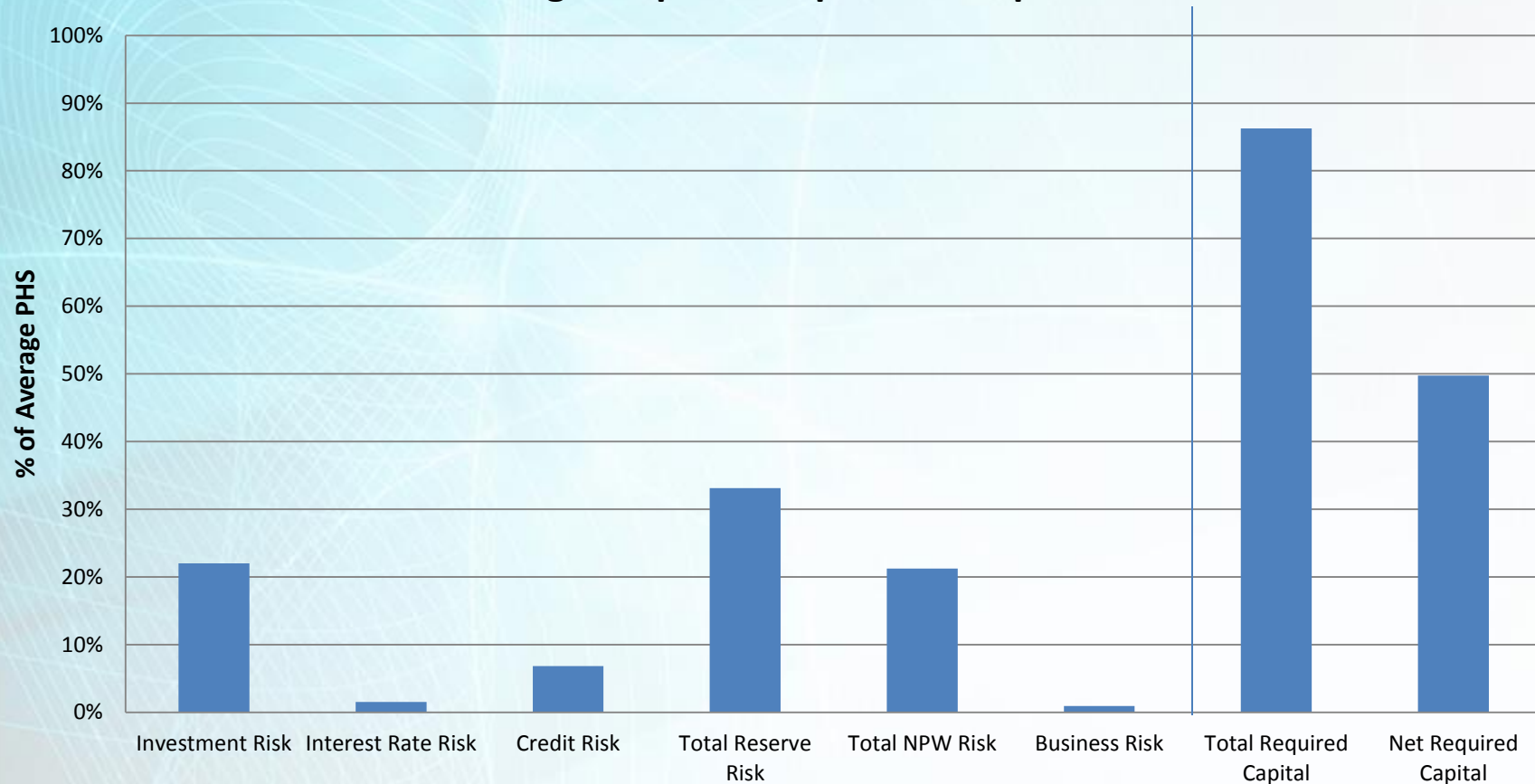


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Top 10 US Casualty Writers



Average Required Capital to Surplus¹

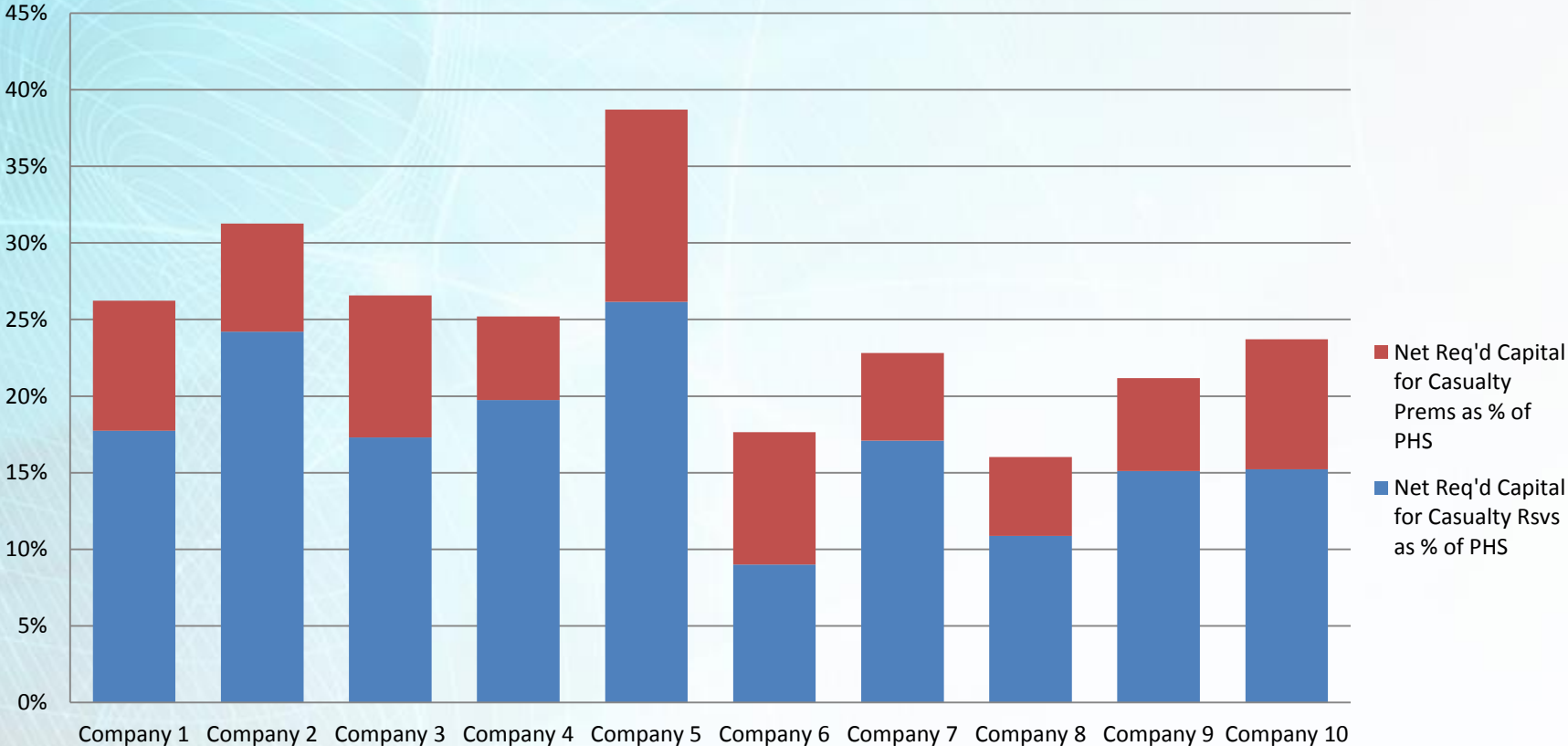


¹ As calculated by Best's Capital Model (BCAR)

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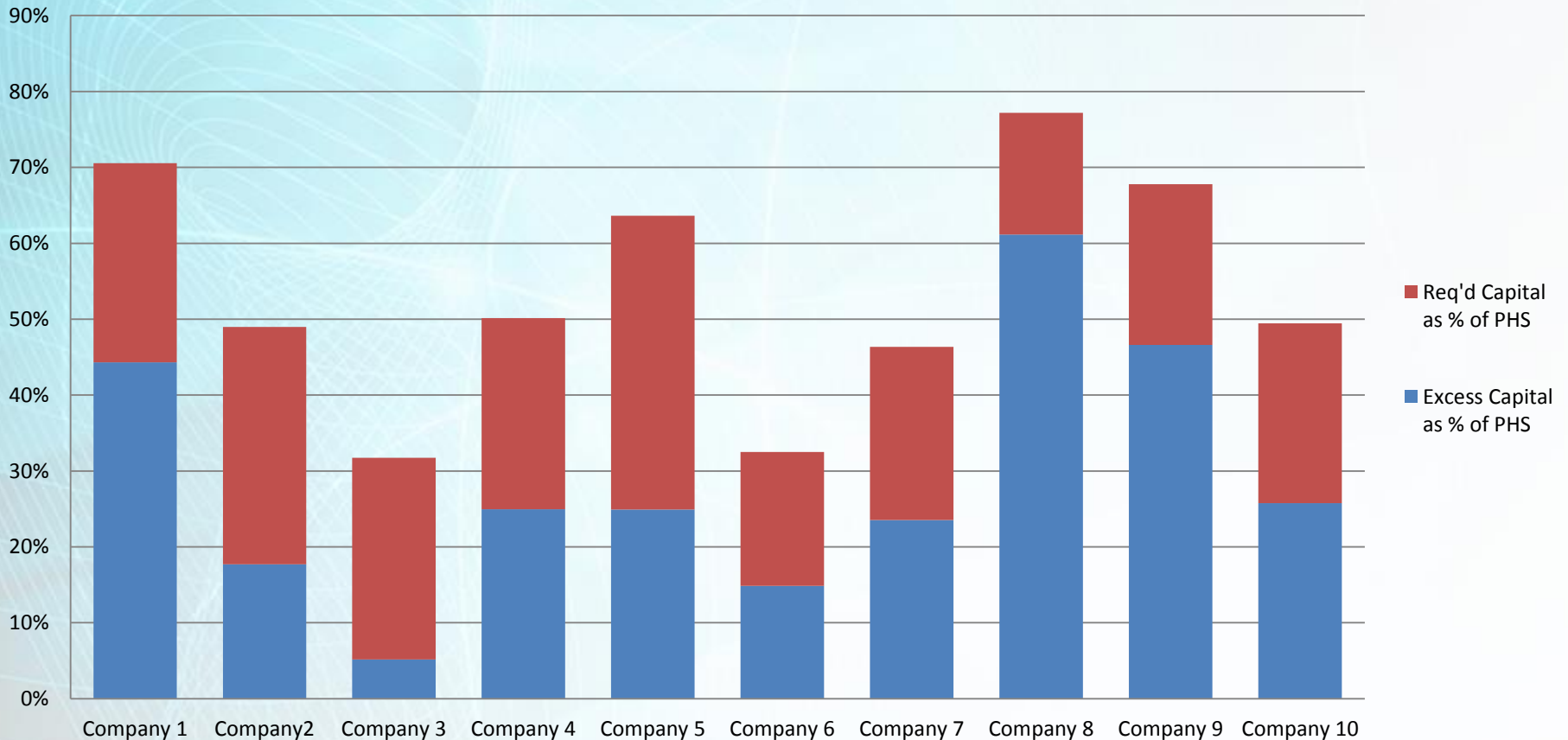
Casualty Lines - Net Required Capital



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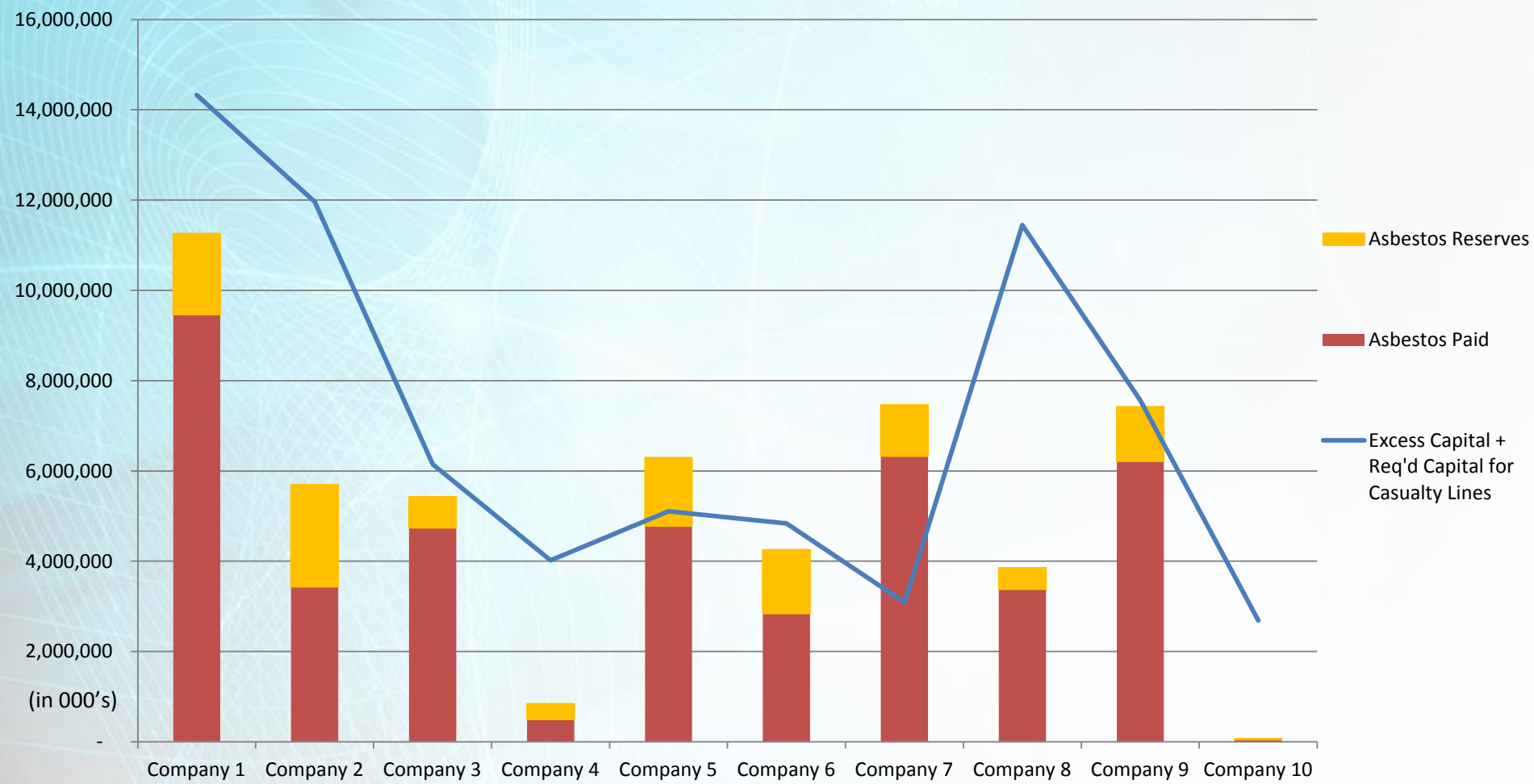
Available Capital For Casualty Losses



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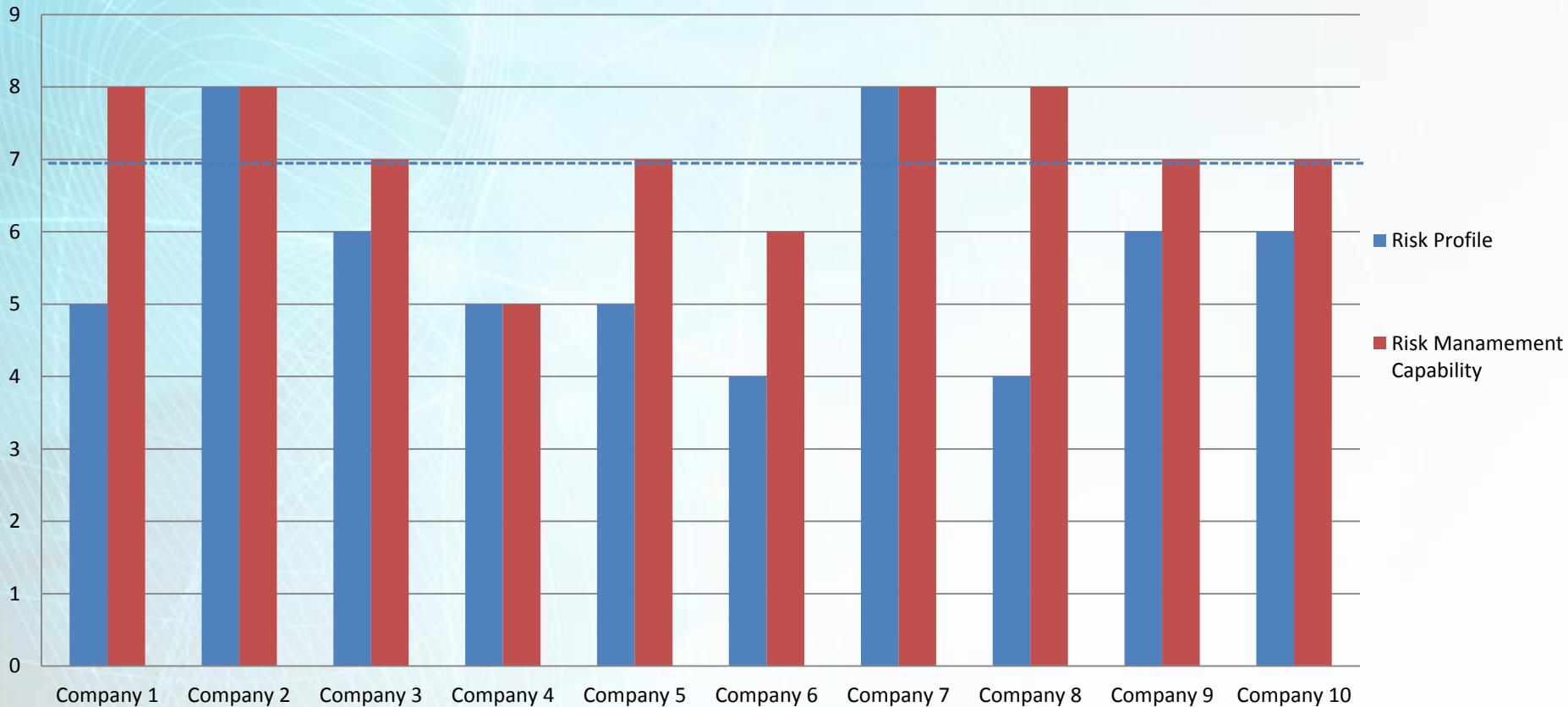
Asbestos Incurred as Compared to Excess Capital + Casualty Required Capital



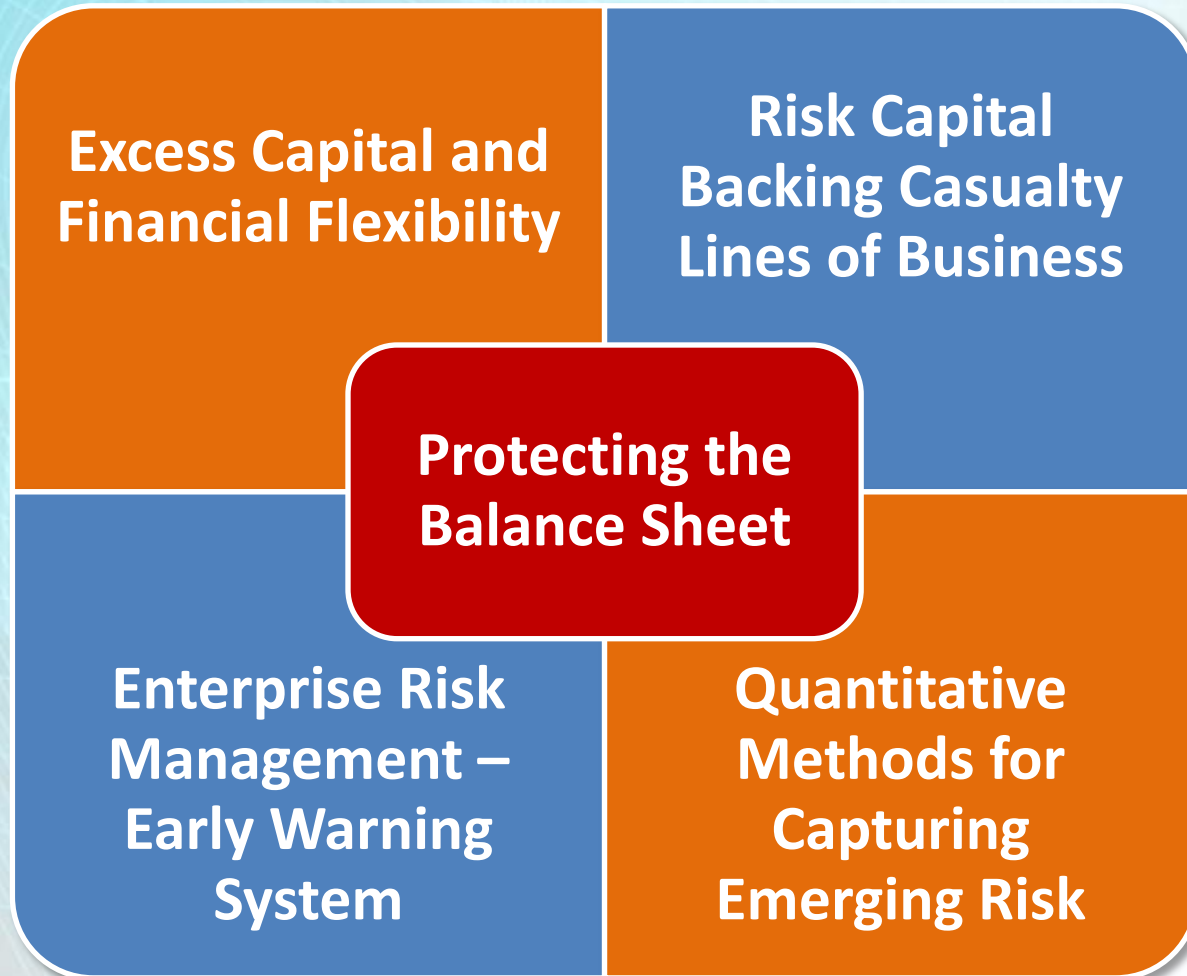
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Risk Profile versus Risk Management Capability



From a Credit Perspective...



Casualty catastrophe modelling techniques are advancing. The risks associated with latent mass tort are real, and insurers should consider all tools available for managing their exposure.

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