

## Country Analysis Report – Turkey 2010

Country	Premium Development	Claims Development	Underwriting Profitability	Business Outlook
<b>Turkey</b>	<p>Total premium production in the Turkish insurance industry has reached TRL 14,129,394,269 in 2010 which is an increase of 13,62 % in comparison to the previous years' total premium production of 12,435,971,257 TRL. The casualty branch has decreased slightly and with its 26.08 % share of total premium production, took the first place in 2010. Another important point for 2010 is that the share of life and health branches has decreased by 3 points in the average and reached 18.26 % in life and 14.27 % in health. For Engineering Insurance lines, total premium production has fallen to TRL 582,233,852 in 2010 which is a considerable decrease by 6.54 % against the previous year.</p>	<p>The overall loss ratio for engineering insurances increased to 130.36 %, from the rate of 80.60 %. Total paid losses have reached TRL 336.383.413 in 2010 which is an increase of 11.13 % against 2009. Similar as 2009, total paid losses in Machinery Breakdown Insurance ranked first in 2010, totalling 196,248,592 TRL which corresponds to 58.34 % of total losses in all engineering lines.</p>	<p>The Technical Profit of the whole non-life insurance market was TRL -4,784,025 in 2010, whilst the technical profit had been TRL 130,506,995 in 2009. Especially, technical figures in Motor Vehicle, Motor Vehicle Liability, Aviation Liability and General Liability branches, had an enormous effect in this negative figure. In 2010, similar to previous years, growth of insurance premiums stayed under the amount of total written risks. For Engineering Insurances the technical profit had been 4.61 % in 2009 now fell to 2.72 % in 2010.</p>	<p>For Insurance Business, in 2010, total premiums in the Turkish insurance market rose by 13.6 % year-on-year. Despite a growth rate above the annual inflation rate, Turkey's insurance sector closed 2010 with a loss. Turkish economy is one of the major recipients of FDI in its region. Foreign Direct Investment increased by 6 % compared to 2009 and reached USD 8.9 billion in 2010. The Gross Domestic Product levels reached USD 1.038 trillion in 2010. While GDP Growth Rate was 8.9 %, GDP per capita soared to USD 10,206 in 2010.</p>