

## Country Analysis Germany 2014

Country	Premium Development	Claims Development	Underwriting Profitability	Business Outlook 2014/2015
<p><b>Germany</b></p> <p><b>National Report 2014 by the GDV – German Insurance Association</b></p>	<p>In 2014, German engineering premium income grew by 3.4 % to € 2.0 billion, based on the estimation done by the German Insurance Association in July 2015.</p> <p>The total property &amp; casualty written premium increased by 3.2 % to € 62.5 billion with a combined ratio of 95 %.</p> <p>Engineering insurance had a share of 3.2 % of the total property &amp; casualty premium.</p>	<p>Claims in engineering insurance decreased in 2014 by 2.0% to a total of € 1.3 Billion, while total property and casualty claims decreased by 7.6%.</p> <p>This lower decrease in engineering is explained by a great flood (“June-Flood”) and several hailstorms in 2013 that mostly effected property insurance. Its is observed, that natural hazards are relevant for claims in engineering, although currently these effects are not recorded by the GDV.</p> <p>Compared to the previous year, 2014 was average in claims.</p>	<p>Engineering total loss ratio decreased to 69 % (2013: 71.4 %) with a combined ratio of 91 % in 2014 (previous year: 93.6 %).</p> <p>Thereby engineering insurance had underwriting profits in 2014 as uninterrupted since 2003.</p>	<p>While germany’s gross national product is estimated to grow by 1.8%, GDV’s extrapolation for engineering premium income shows an increase by 3.0%. Based on statistical data available at the end of the first quarter of 2015, GDV’s extrapolation shows a stable loss ratio (69.0%) and combined ration level (91.0%). The premium growth in the non-private property insurance (including engineering insurance) is expected to be marked by a moderate economic momentum in 2014. As projected by GDV, German property &amp; casualty written premium will grow by 2.6 % in 2015, while the combined ratio will increase to 97% with a loss ratio of 76%.</p>