

IMIA Country Analysis 2011

Country	Premium Development	Claims Development	Underwriting Profitability	Business Outlook
<p>Turkey Report on 2011</p>	<p>Total premium production in the Turkish insurance industry has reached about USD 9,450 million in 2011 with an increase of 21.54% in comparison to the previous years' total premium. In 2011, total premium production of non-life branches has increased to USD 7,700 million with an increase of 17.37%. For Engineering Insurance lines, total premium production has shown a considerable increase by 37.69% in TRY terms when compared to 2010 and reached an amount of USD 440 million.</p>	<p>The overall loss ratio for the engineering insurance lines decreased to 72.25% from the rate of 130.36% in 2010. In the engineering insurance lines, total paid losses has increased by 41.92% in TRY terms when compared to 2010 and reached USD 262 million 2011. Similar to 2010, total paid losses in Machinery Insurance had the largest share in 2011 with amount of USD 163 million, 62.07% of the whole of all engineering insurance lines.</p>	<p>Technical Profit generated by the whole non-life insurance market is USD 33 million (USD -2.6 million in 2010). In 2011, as a result of irrational pricing and price-based completion in the engineering insurance market, technical profit of the Engineering Insurance lines has decreased to -3.25 % from 2.72%.</p>	<p>As the Gross Domestic Product (GDP) levels more than tripled to USD 772 billion in 2011, up from USD 231 billion in 2002, GDP per capita soared to USD 10,444, up from USD 3,500 in the given period. The visible improvements in the Turkish economy have also boosted Foreign Trade, while exports reached USD 135 billion by the end of 2011, up from USD 36 billion in 2002. Similarly, Tourism Revenues, which were around USD 8.5 billion in 2002, exceeded USD 23 billion in 2011. For Insurance Business, in 2011, total premiums in the Turkish insurance market rose by 21.54% year-on year.</p>