

IMIA 2015 National Report France

Country	Premium development	Claim development	Underwriting profitability	Business outlook
<p>France 2015</p>	<p>No major modification concerning the premium, slight bellowing of the EAR and CAR due to the low level of investment</p> <p>Concerning the total investment values, 2015 is at the lower level. Premiums are identical; The global return from the market is deteriorating due to the increasing of the claims, both attritional, (lowering of deductibles) and large claims due to fire in the end of construction period of large buildings. CAR suffered of the case.</p> <p>The trend for 2016, In April large electric power plant constructor disappeared bough by US firm, only transportation systems remain in the title of French industry. The EAR will see the income going down of million Euro. The results will be impacted as claims are under solving. Large contracts concerning “Grand Paris” have been launched, in particular tunnels under the city to establish the first large interconnections (East West). Works on extension of metro lines are started.</p> <p>Development of renewable energies is on track, in particular the offshore windfarms. No immediate businesses to attempt as a lot of recourses and actions at courts have been started.</p>	<p>Globally the 2015 figures are showing important differences from previous year. (Major claims). Global L/R stay identical but the detail is moving, in particular in the MB /BI from 61% to 37%, but the CAR heavy impacted with a L/R from 36% to 134%. large loss were registered at 33m€ on CAR, (fire) but no information about at that time.</p>	<p>The Competition on the Engineering lines business is strong. There is always large capacities available which are maintaining a high level of competition and putting pressure on players .</p>	<p>The industry’s output value in real terms registered a review-period compound annual growth rate (CAGR) of -2.99%, declining from US\$344.6 billion 2011 to US\$305.2 billion in 2015, measured at constant 2010 US dollar exchange rates. The French construction industry has been in decline for much of the past eight years, and a clear recovery will not be evident for some years to come.</p> <p>Nuclear industry, decline strongly due to the lack of orders and difficulties on jumbo projects on track. The Oil and Gas price crisis hit also constructors and petrochemical firms.</p> <p>The industry’s value is, however, expected to pick up over 2016–2020. Improvements in investor and consumer confidence, and subsequent investments in rail and road infrastructure, and renewable energy projects will support industry growth.</p>