

IMIA Country Analysis 2015

Country	Premium Development	Claims Development	Underwriting Profitability	Business Outlook
<p>Sweden</p> <p>National Report 2015</p>	<p>The Swedish price index change between 2014 and 2015 was approx. -0,14% which compared to the two years before is a reduction of 0,71%.</p> <p>A large portion of the major recovery of the overall premium for 2013 and 2014 was lost in 2015, which ended on -7% compared to 2014. The reason most likely is related to the investments of some major infrastructure projects that started in 2014 for which project specific insurances were placed.</p> <ul style="list-style-type: none"> - The competition in the Swedish market has been very hard for many years now and there are still no signs of changes even though that some actors on the market have lately become somewhat more restrictive to write some business. - The tendency of not only low rates but also widening policy wordings is still ongoing. 	<p>2015 was a very good year with no large losses reported. The number of attritional claims continued however to increase.</p> <ul style="list-style-type: none"> - The increase of the overall loss ratio continues. Likely due to the tough competition in the market we have seen for the last years continues. - The trend that CAR/EAR shows better result than MB & BE + LOP was broken in 2015 at the same time the EAR/CAR loss ratio result continues to deteriorate. 	<p>Engineering business as such has during many years been profitable but we have now for the last 4-5 years noted that the profit is slowly reducing. Loss ratio figures for the last 3 years are as follows: 2013: 62% / 2014: 60,2% / 2015: 65,2%</p> <p>The fierce competition leading to reduced rates and wider wordings is most likely the reason for the continuing eroding figures even though the result is still acceptable.</p>	<p>Sweden has been in recession since 2009, but is in 2016 about to leave this period behind. Sweden's GDP grew with 4,2% in 2015 compared with 2014. Projections for 2016 show a GDP growth of between 3.5 and 4 percent, an unemployment rate of around 7 percent and an inflation rate of around 1 percent</p> <p>Even though Sweden has gone thru a rather tough economical situation, several large infrastructure projects are ongoing within the country or expected to start within the coming years mostly in the Stockholm and Gothenburg regions.</p>