

UMIA Country Analysis – Year 2016

Country	Premium Development	Claims Development	Underwriting Profitability	Business Outlook
Brazil	GWP decreasing of 7% can be explained by the Brazilian recession which continues to increase. Several tenders postponed added to less investments on infrastructure caused the diminishment of business opportunities for Engineering.	Results show 13% increase on Claims records.	Loss ratio reached near 52% against 60% last year. Due to soft market, the rates are lowering therefore if claims remain the same it would be expected a higher loss ratio nevertheless the LR decreased which shows that claims also shrank.	The current Brazilian recession and political crisis undermined a stronger FDI, reducing opportunities and investments on infrastructure. Moreover this economic scenario is not expected to improve in a short time frame.

1) Market figures were drawn from SUSEP (local regulator) website (www.susep.gov.br)

2) The values regard only Construction Engineering