

# IMIA 2018 Country Analysis

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Country	Premium Development	Claims development	Underwriting Profitability	Business Outlook
<b>Taiwan</b>	<p>The total premium income of engineering insurance has increased slightly from NT\$3.83 billion in 2017 to NT\$4.40 billion in 2018. The share Engineering Insurance holds of the total premium spent on Property &amp; Casualty (P&amp;C) insurance in Taiwanese market was 2.66% with the entire insurance premium income of NT\$165,611 million in 2018 and increased by 0.2% in comparison with the previous year's share of 2.46%.</p>	<p>The claim of the engineering insurance increased from NT\$1,727,483,557 in 2017 to NT\$2,086,878,231 in 2018 with percentage of 17.22%. There is no major Typhoon and other territorial natural hazard events of CAR &amp; EAR insurance business (Taiwanese market major business) in 2018. Loss amount in other line of business is insignificant due to the scale and exposure of risk is small.</p>	<p>The loss ratio of overall engineering insurance increased from 45.02% in 2017 to 47.41% in 2018. The local market situation is still very soft since there are nearly 17 insurers providing engineering insurance capacity in Taiwan. The capacity available is not increasing, but more and more local insurers retain risks which they write as in a tough situation.</p>	<p>While Taiwan is faced with the challenges of a slower pace of global economic growth, the country is expected to maintain GDP growth for 2019 of no less than 2 percent. Taiwan's economy is entering a downward phase, and will be influenced by a range of external factors. The U.S.-China trade war potentially affects Taiwanese exports financial instability in the U.S., Europe, emerging markets and geopolitical risks. The government's "Forward-looking Infrastructure Development Program" funding for 8 categories of infrastructures will be executed as from this year. The total budget for the ambitious infrastructure plan over the coming years is NT\$420 billion (US\$14 billion).</p>