

# IMIA 2017 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\$3.50 billion in 2016 to NT\$3.84 billion in 2017. The share Engineering Insurance holds of the total premium spent on Property &amp; Casualty (P&amp;C) insurance in Taiwanese market was 2.46% with the entire insurance premium income of NT\$155,975 million in 2017 and decreased by 0.07% in comparison with the previous year's share of 2.39%.</p>	<p>The claim of the engineering insurance decreased from NT\$2,167,447,743 in 2016 to NT\$1,485,524,678 in 2017 with percentage of -45.9%. There is no major Typhoon and other territorial natural hazard events of CAR &amp; EAR insurance business in 2017 (Taiwanese market major business). 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 decreased from 61.76% in 2016 to 38.71% in 2017. 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>Taiwan's gross domestic product (GDP) will continue to grow in year 2018, rising by an annual 2.31 percent.</p> <p>In an ongoing effort to build infrastructure for national development in the next 30 years, the government is actively making a comprehensive plan to expand infrastructure investment. The forward-looking Infrastructure Development Program includes funding for 8 categories of infrastructures. Those which could particularly promote the engineering insurance business are: railway projects to provide safe/fast transportation, water environments to build resilience against climate change, green energy infrastructure to foster environmental sustainability, digital infrastructure to create a smart/connected nation and urban/rural projects to balance regional development. The total budget for the ambitious infrastructure plan over the next four years is NT\$420 billion (US\$14 billion).</p>