

## IMIA 2020 Country Analysis

2021.07.27

Country	Premium Development	Claims development	Underwriting Profitability	Business Outlook
<b>Taiwan</b>	<p>The total premium income of engineering insurance has increased from NT\$6.72 billion in 2019 to NT\$7.14 billion in 2020. The share Engineering Insurance holds of the total premium spent on Property &amp; Casualty (P&amp;C) insurance in Taiwanese market was 3.80% with the entire insurance premium income of NT\$188,110 million in 2020 and decreased by 0.1% in comparison with the previous year's share of 3.81%.</p>	<p>The claim of the engineering insurance decreased from NT\$2,744,771,257 in 2019 to NT\$1,529,534,071 in 2020 with percentage of 44.27%. There is no major Typhoon and other territorial natural hazard events of CAR &amp; EAR insurance business (Taiwanese market major business) in 2020. 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 40.83% in 2019 to 21.42% in 2020. The local market situation is still very soft since there are nearly 19 insurers providing engineering insurance capacity in Taiwan.</p>	<p>The economic growth rate is forecast to grow 5.46% in 2021 according to the Directorate General of Budget, Accounting and Statistics, Executive Yean, R.O.C.(Taiwan).Although Taiwan's economic is affected by the COVID-19 pandemic, the growth rate is expected to benefit from the strong export this year.</p> <p>The government will continue to promote the “Forward-looking Infrastructure Development Program” funding for 8 categories of infrastructures.</p> <p>In order to reach the target of generating 20 percent of electricity from renewable energy by 2025,Taiwan will raise its offshore wind power capacity to 5.7 gigawatts (GW) by 2025.The total investments will reach nearly NT\$1 trillion (US\$35.3 billion).</p>