

Engineering Insurance Premium and Loss Statistics 2015 - 2017



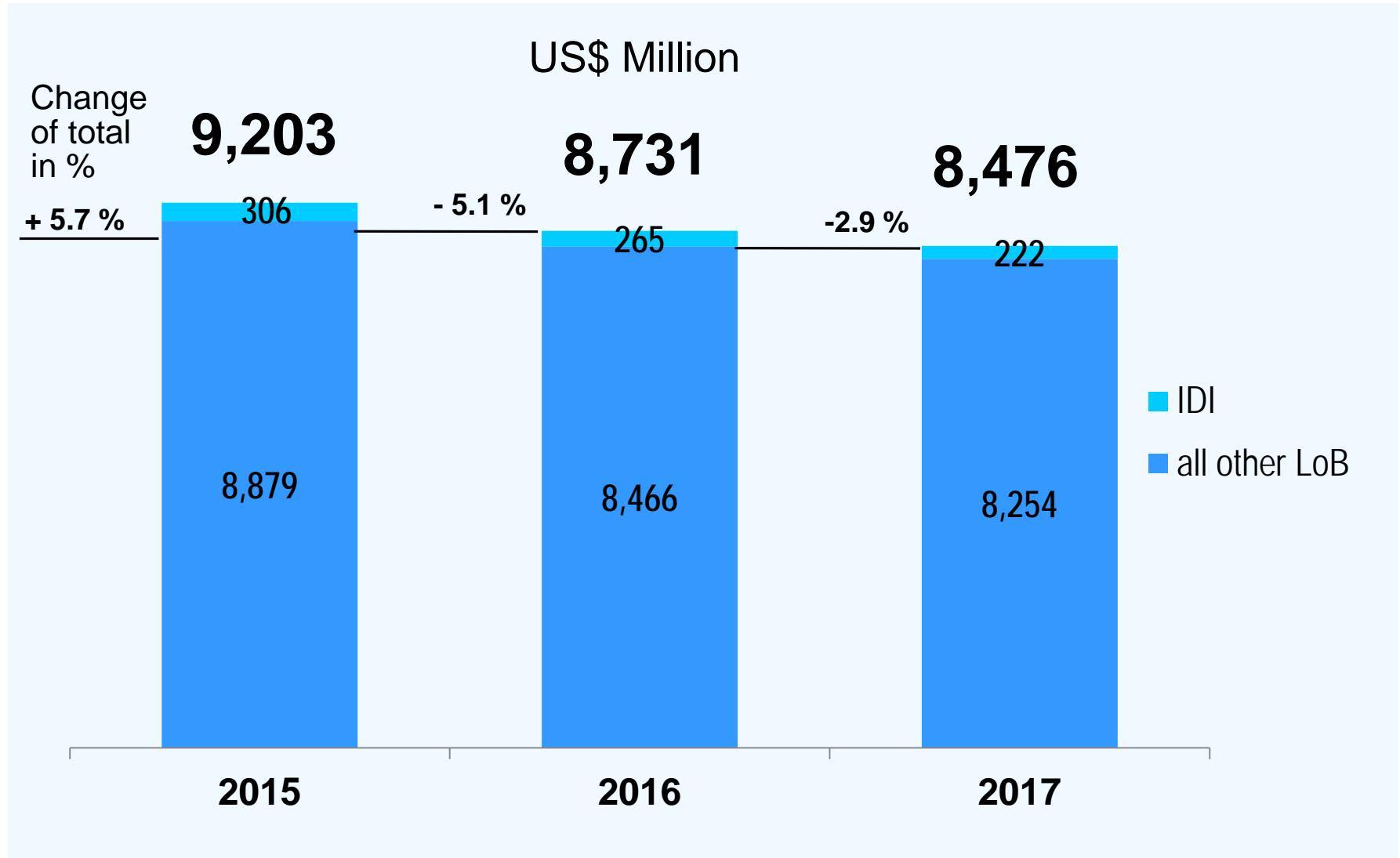
The International Association
of Engineering Insurers



presented by Dieter Spaar, IMIA

4rd to 6th September 2018
Singapore

Development of Engineering Premium 2015 – 2017 all IMIA Members (“reported”)



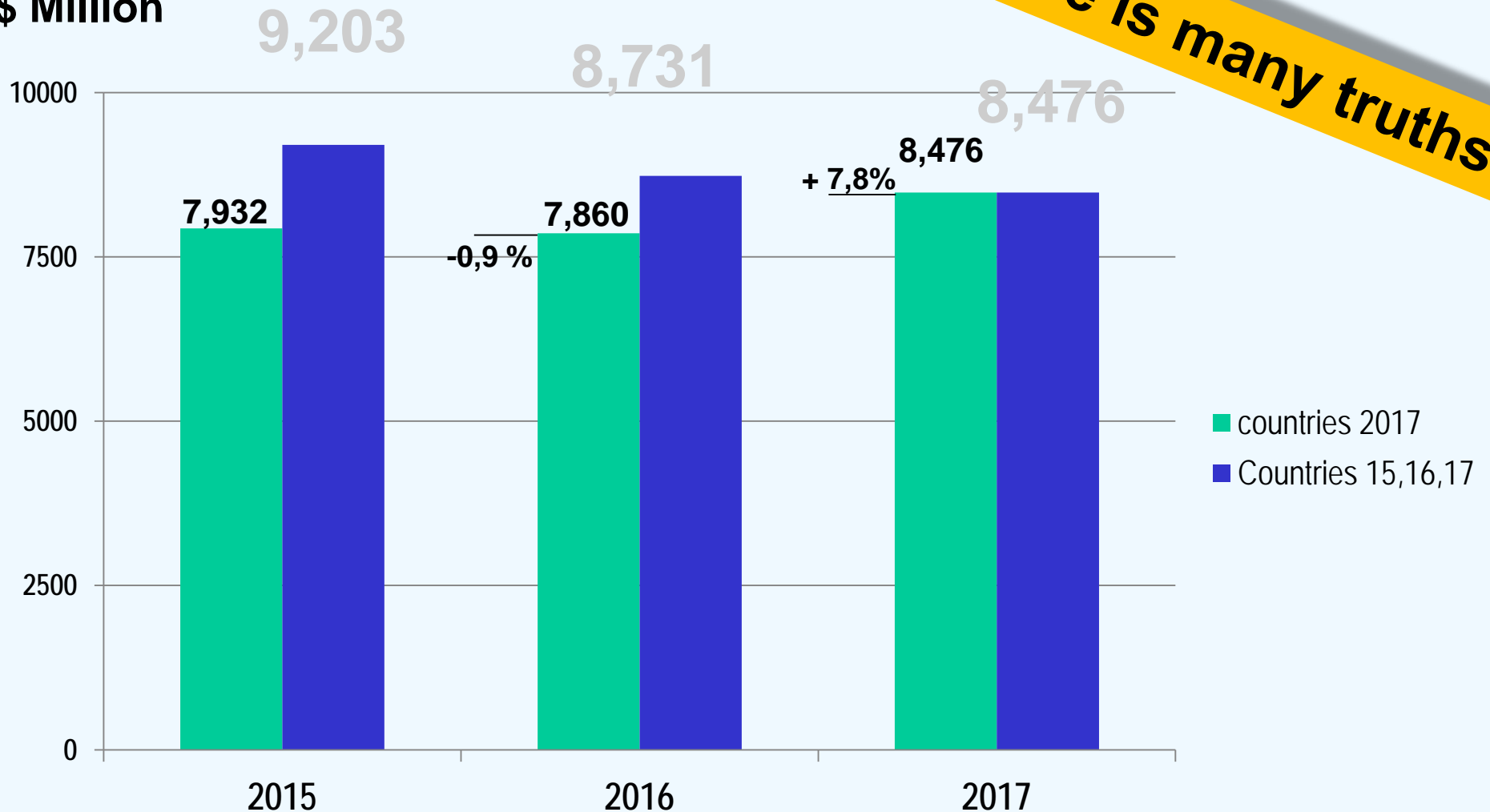
Development of Engineering Premium 2015 – 2017

comparison (“members reported 2017 only”)

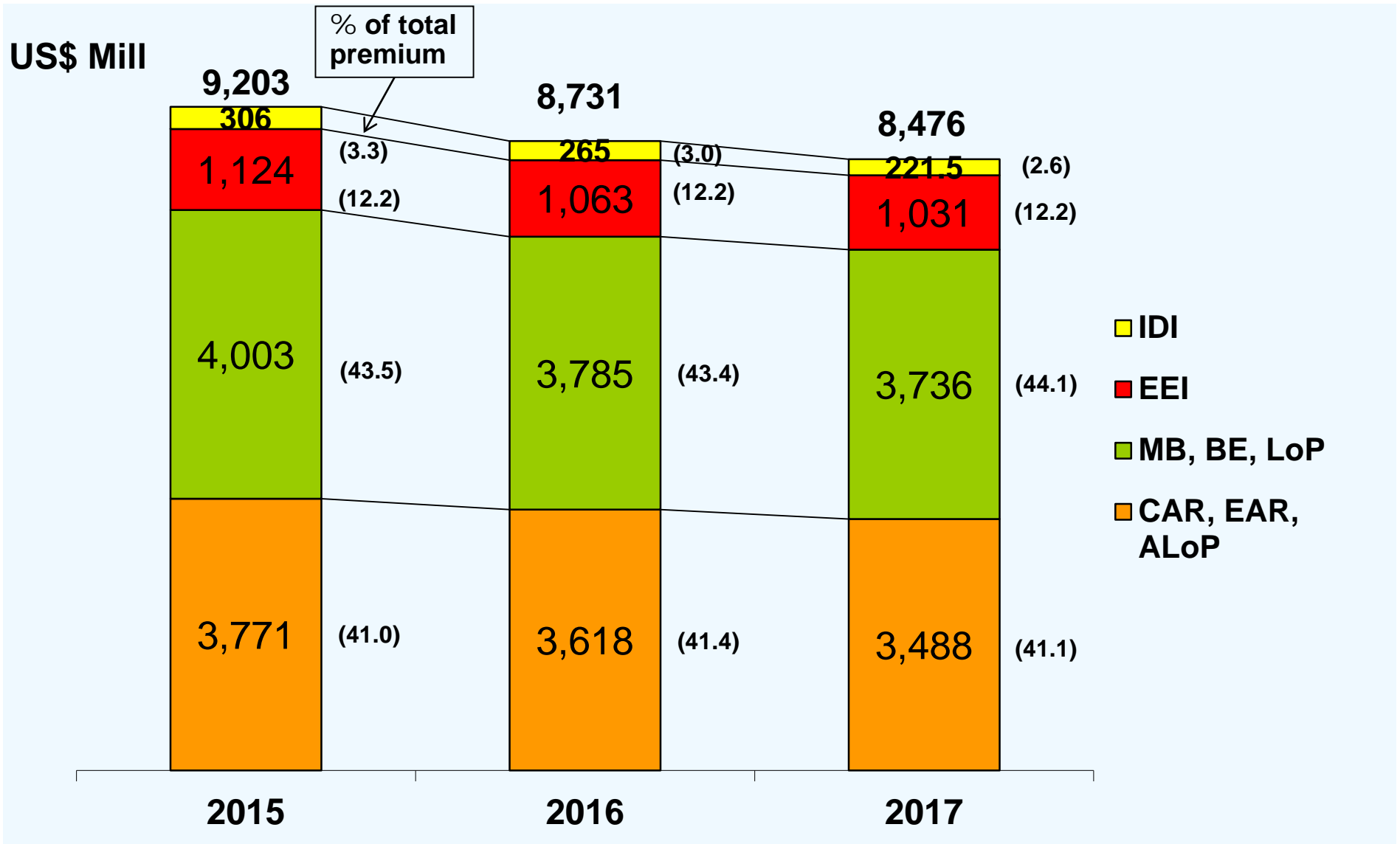


There is many truths

US\$ Million



Development of Premiums 2015 – 2017 per Line of Business



Premiums and Claims 2017 per Country (excl. IDI)



US\$ Mill
0

500

1000

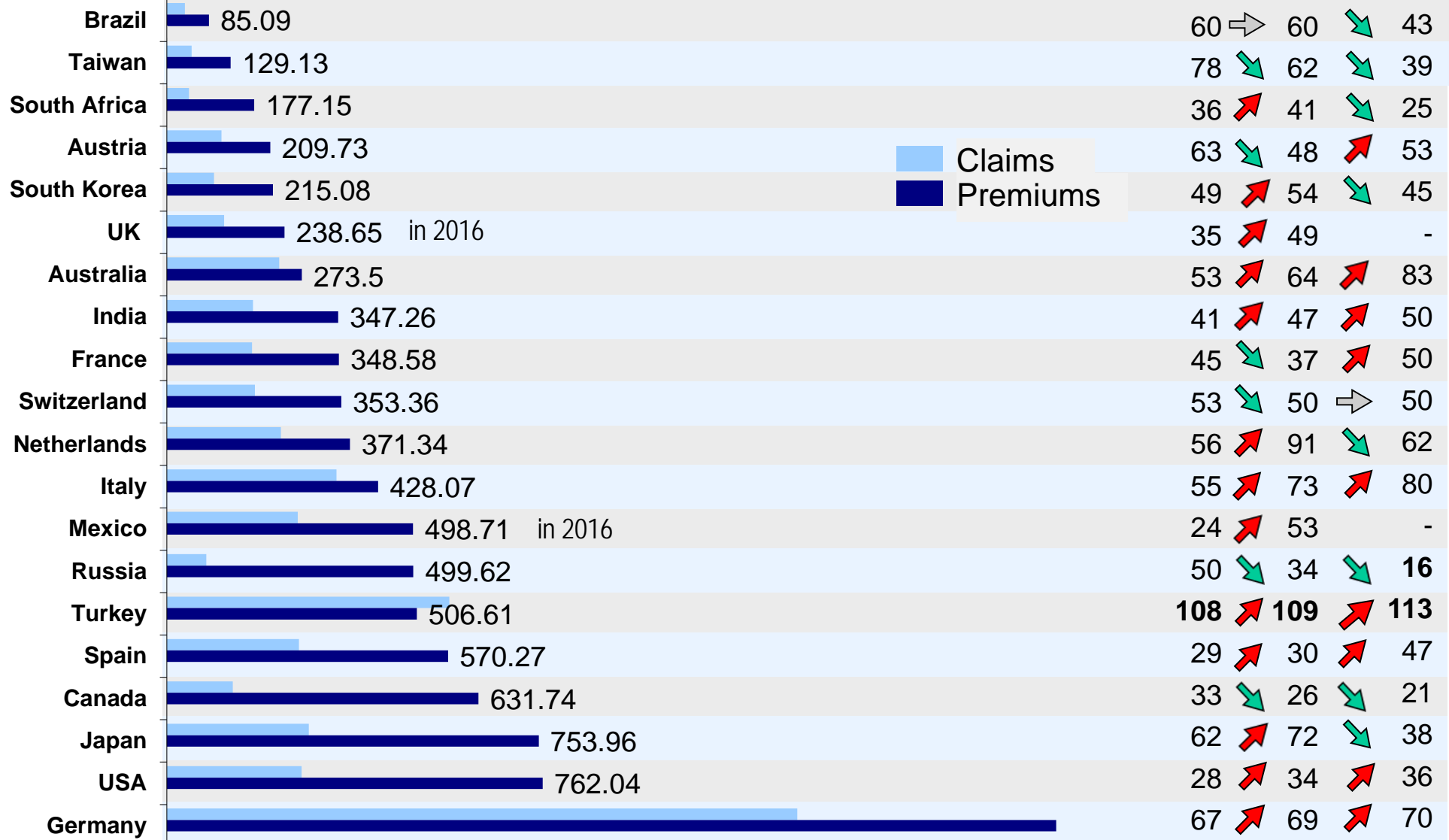
1500

Loss Ratio (%)

2015

2016

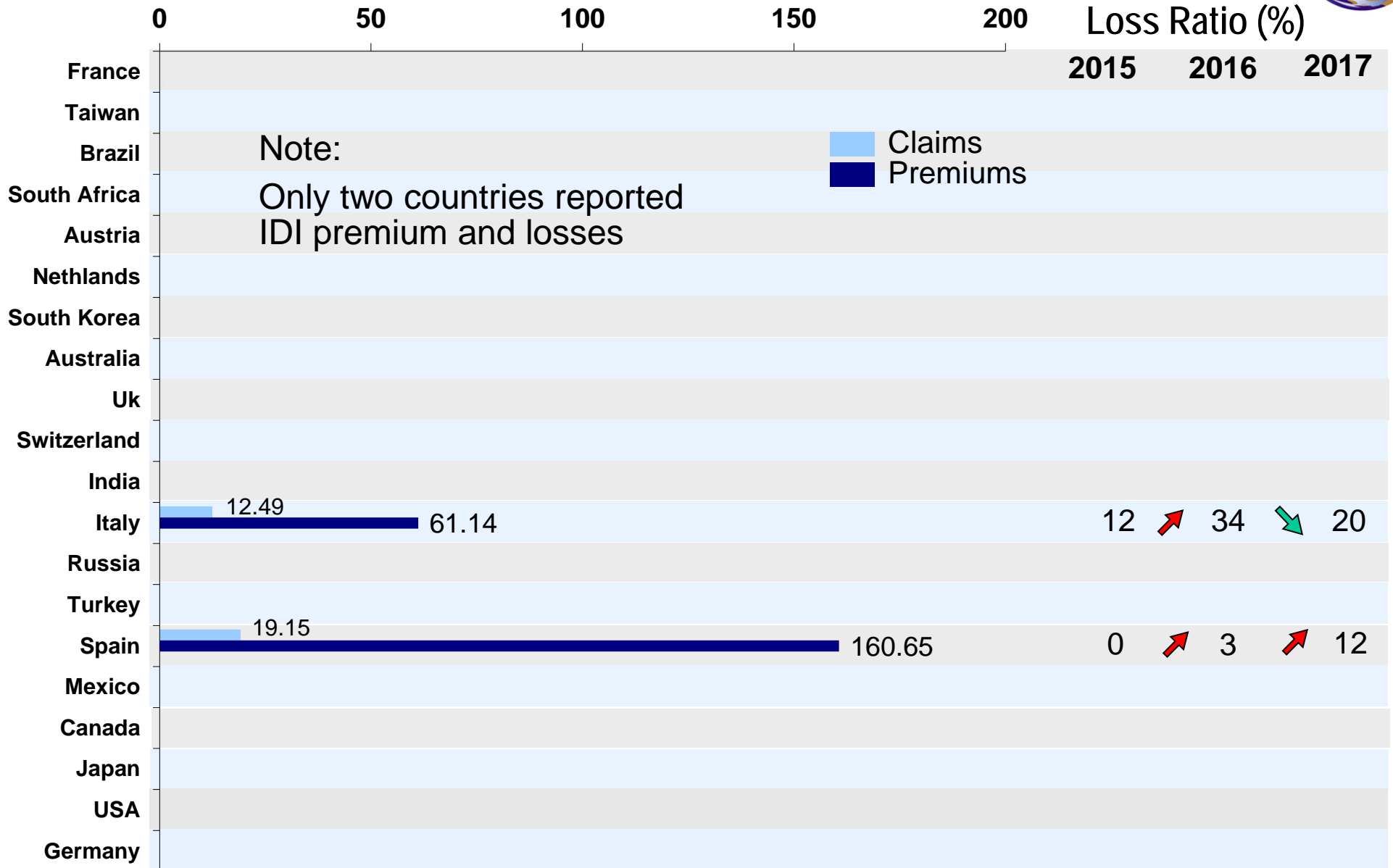
2017



IDI - Premiums and Claims 2017 per Country

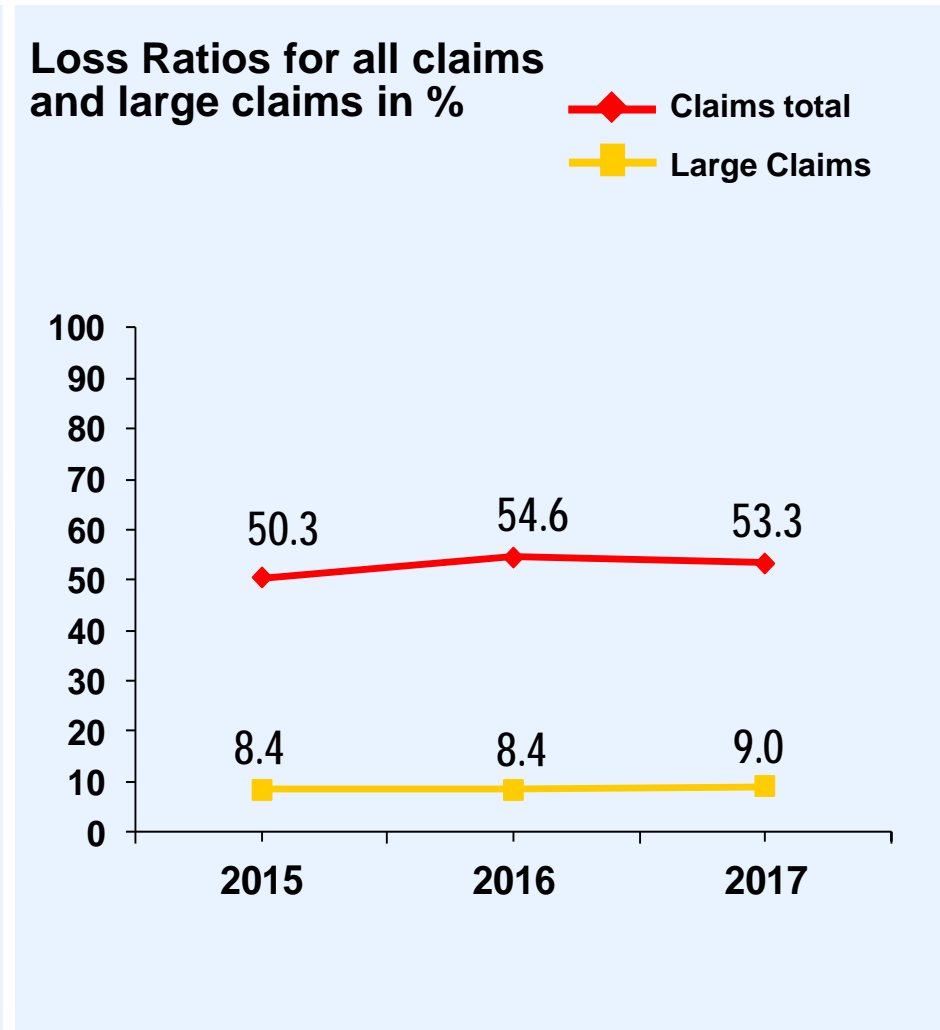
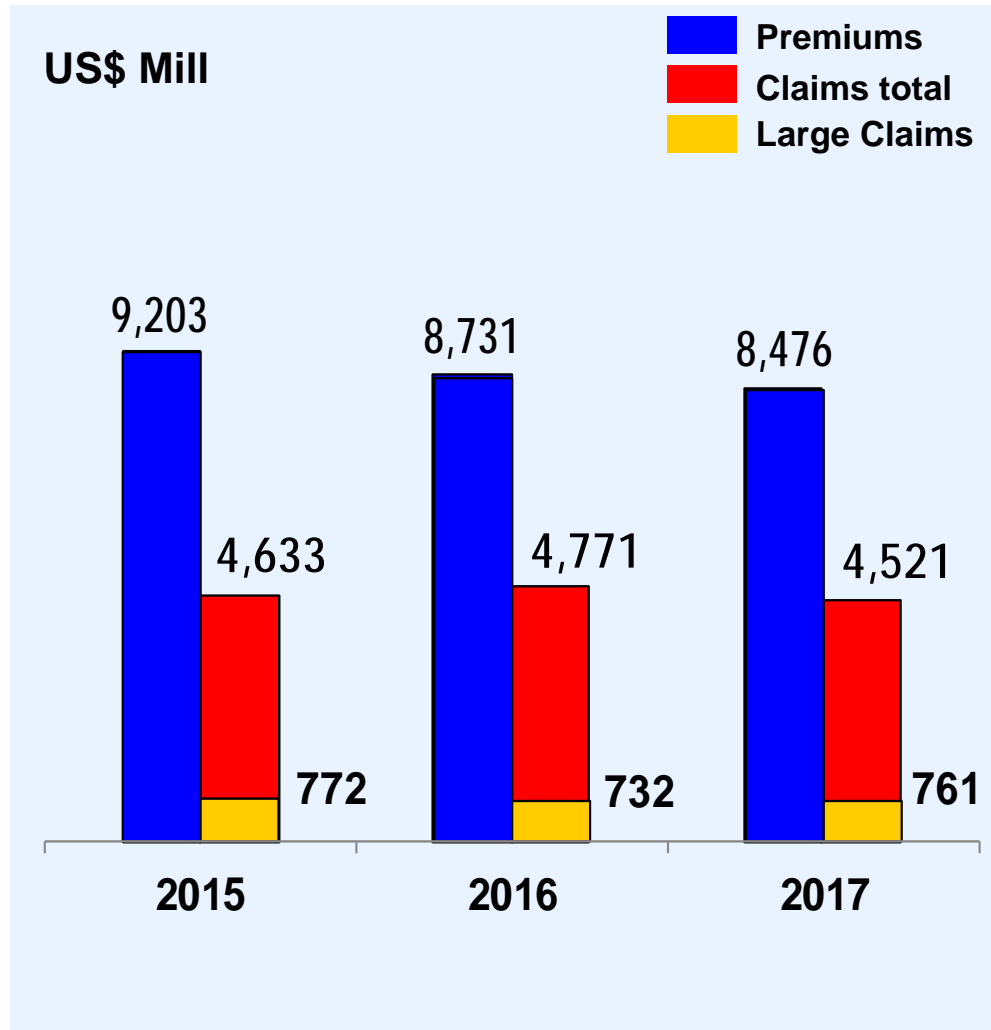


US\$ Mill



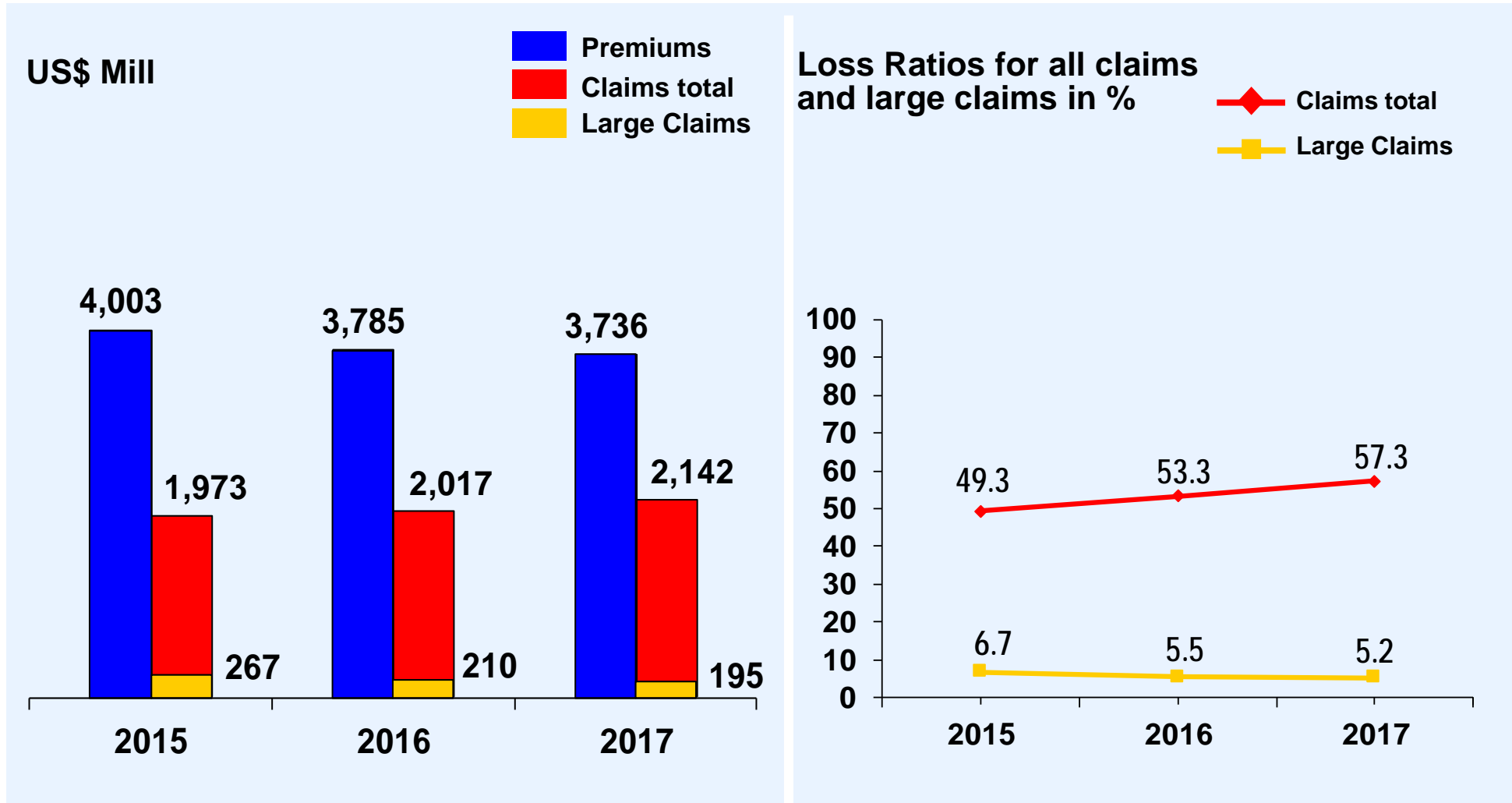
Premiums / Claims / Large^{*)} Claims – Total Amount

Loss Ratios – all Lines of Business (LoB) 2015 - 2017



*) Note: Large Claims >= 1.0 Mill US\$

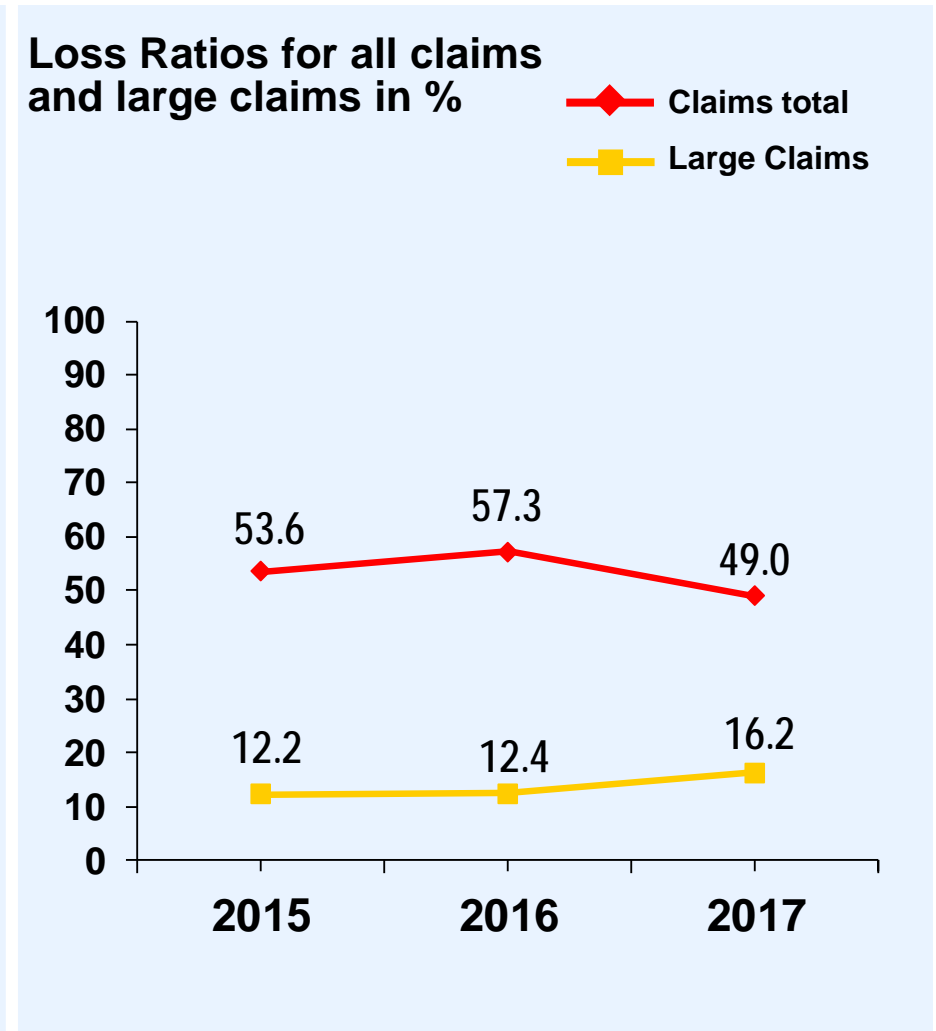
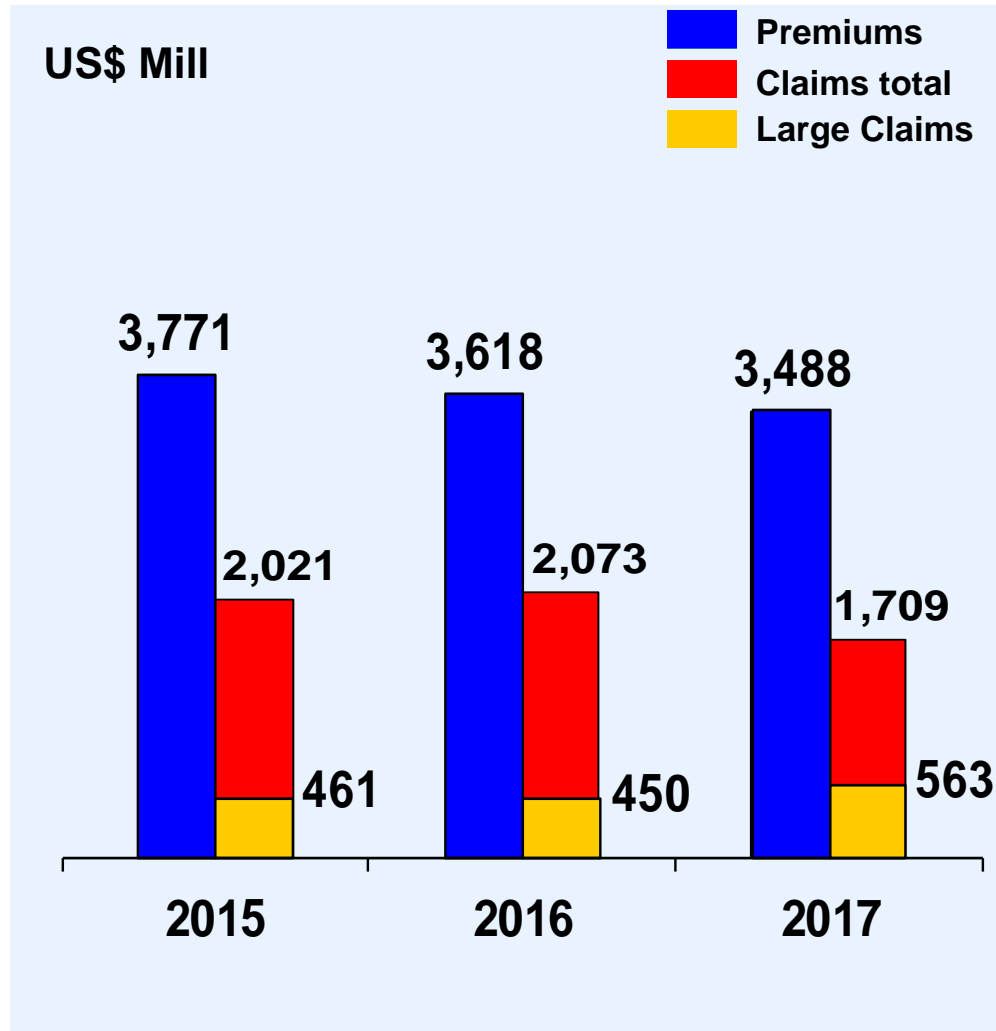
Premiums / Claims / Large^{*)} Claims Loss Ratios – MB, BE, LoP, O 2015 - 2017



*) Note: Large Claims >= 1.0 Mill US\$

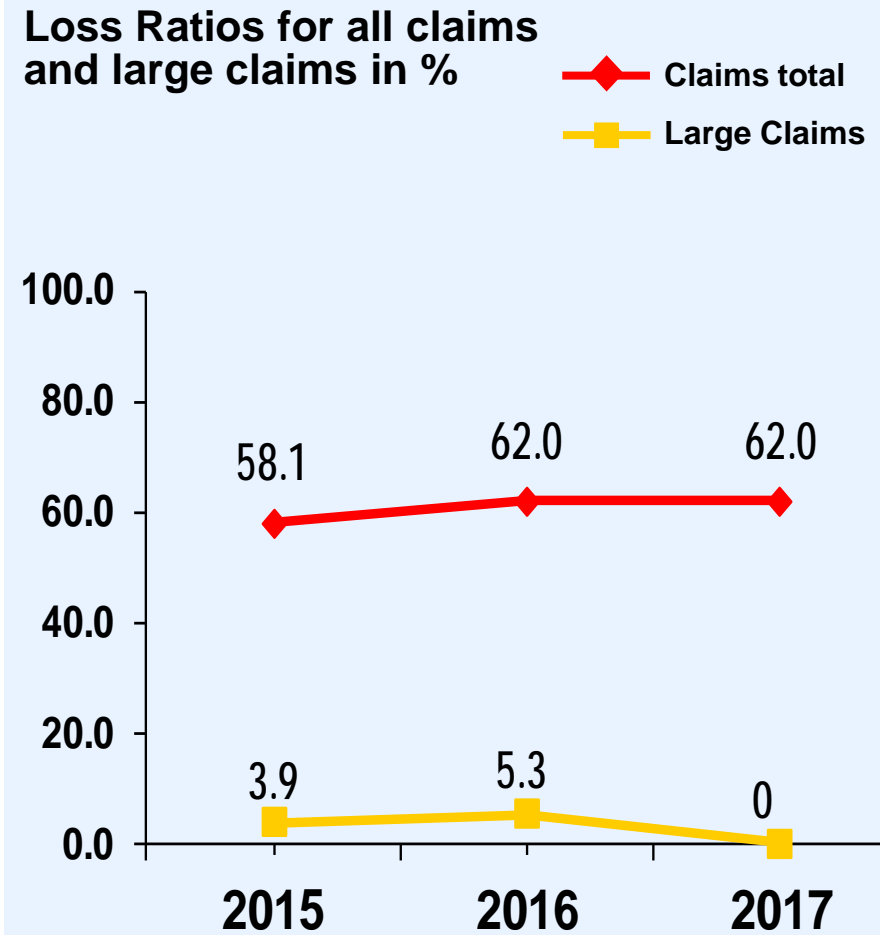
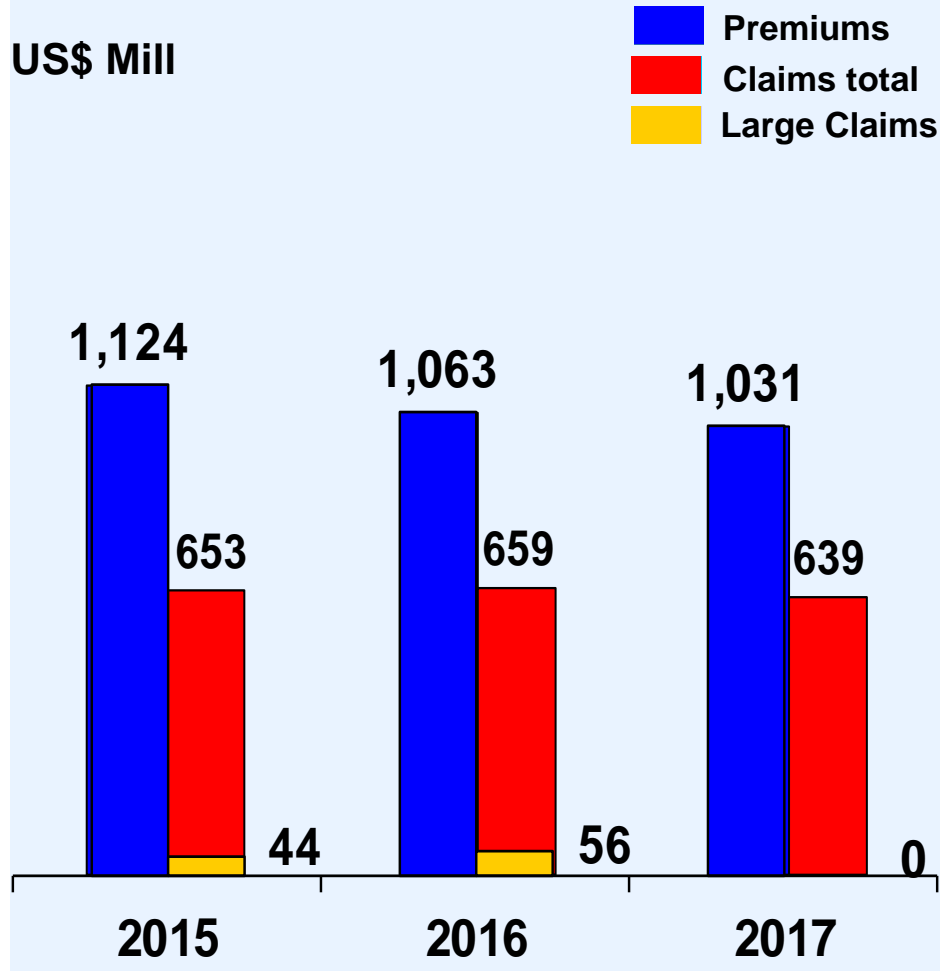
Premiums / Claims / Large^{*)} Claims

Loss Ratios – EAR, CAR, ALoP 2015 – 2017



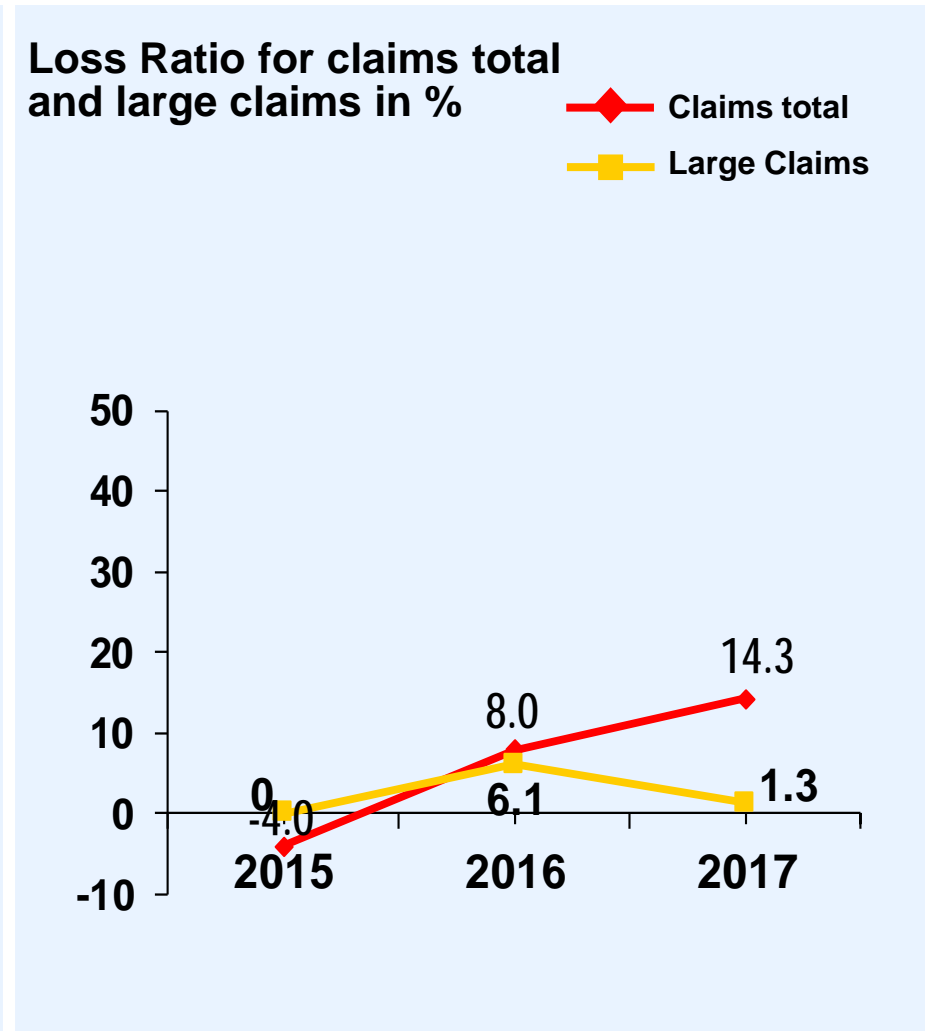
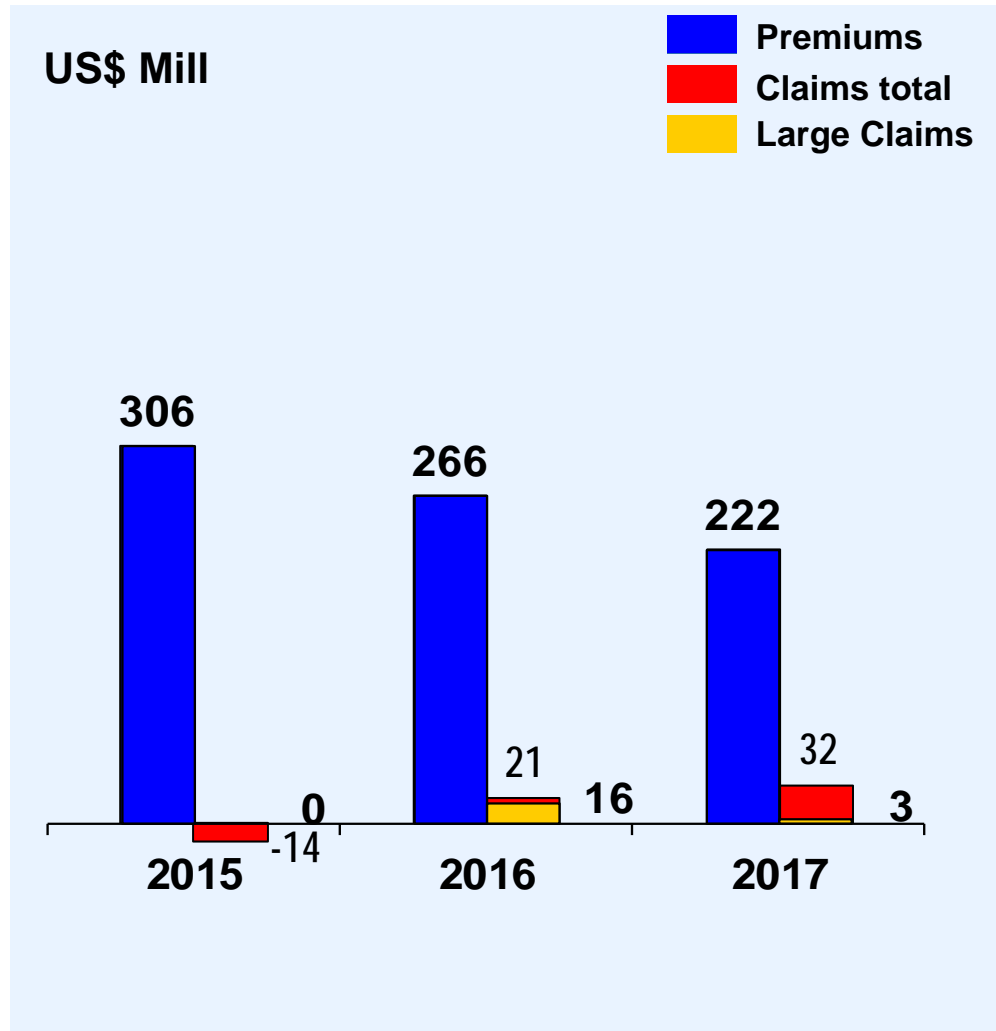
*) Note: Large Claims >= 1.0 Mill US\$

Premiums / Claims / Large*) Claims Loss Ratios – EEI 2015 - 2017



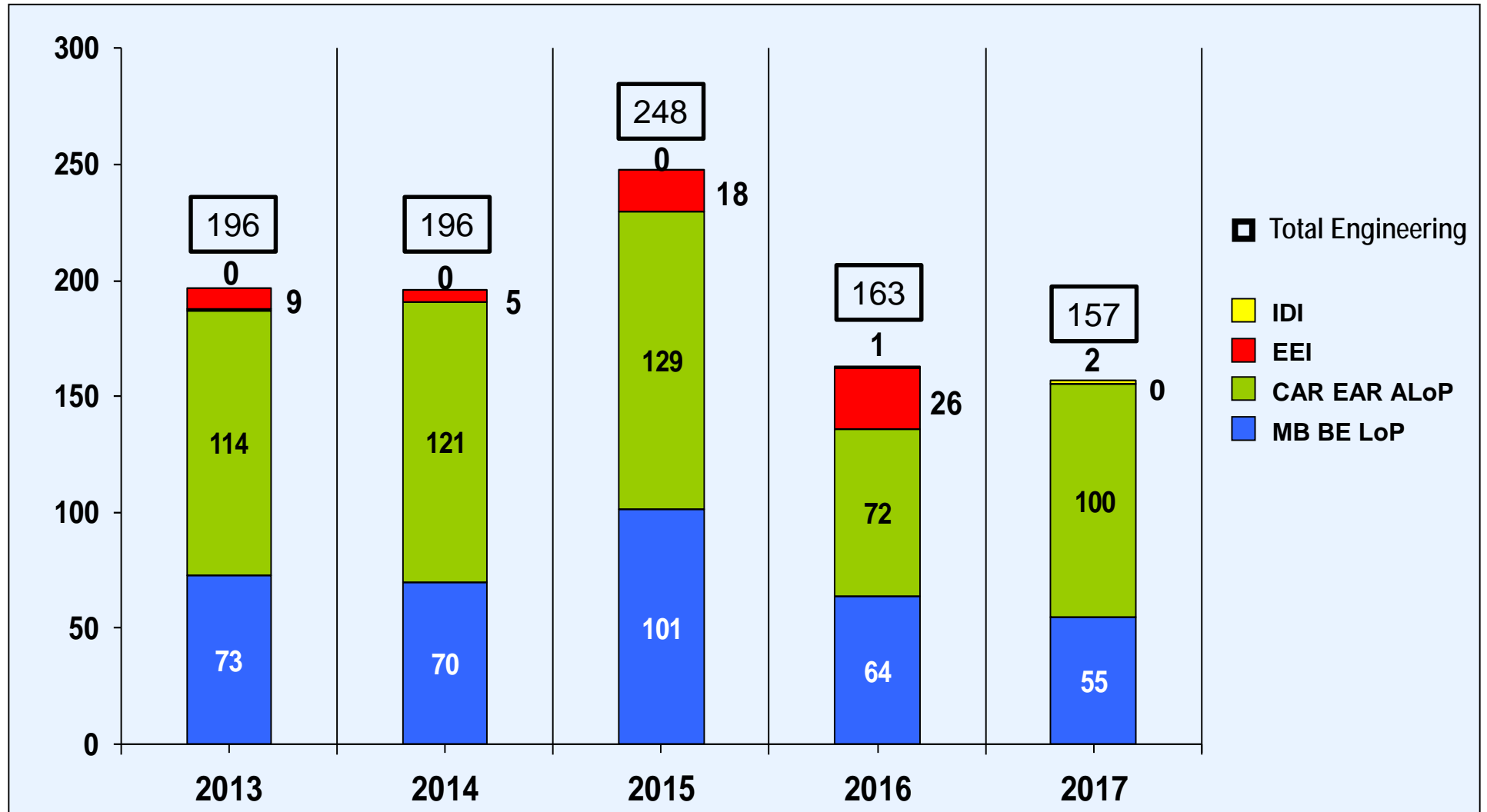
*) Note: Large Claims >= 1.0 Mill US\$

Premiums / Claims / Large^{*)} Claims Loss Ratios – IDI 2015 - 2017



*) Note: Large Claims >= 1.0 Mill US\$

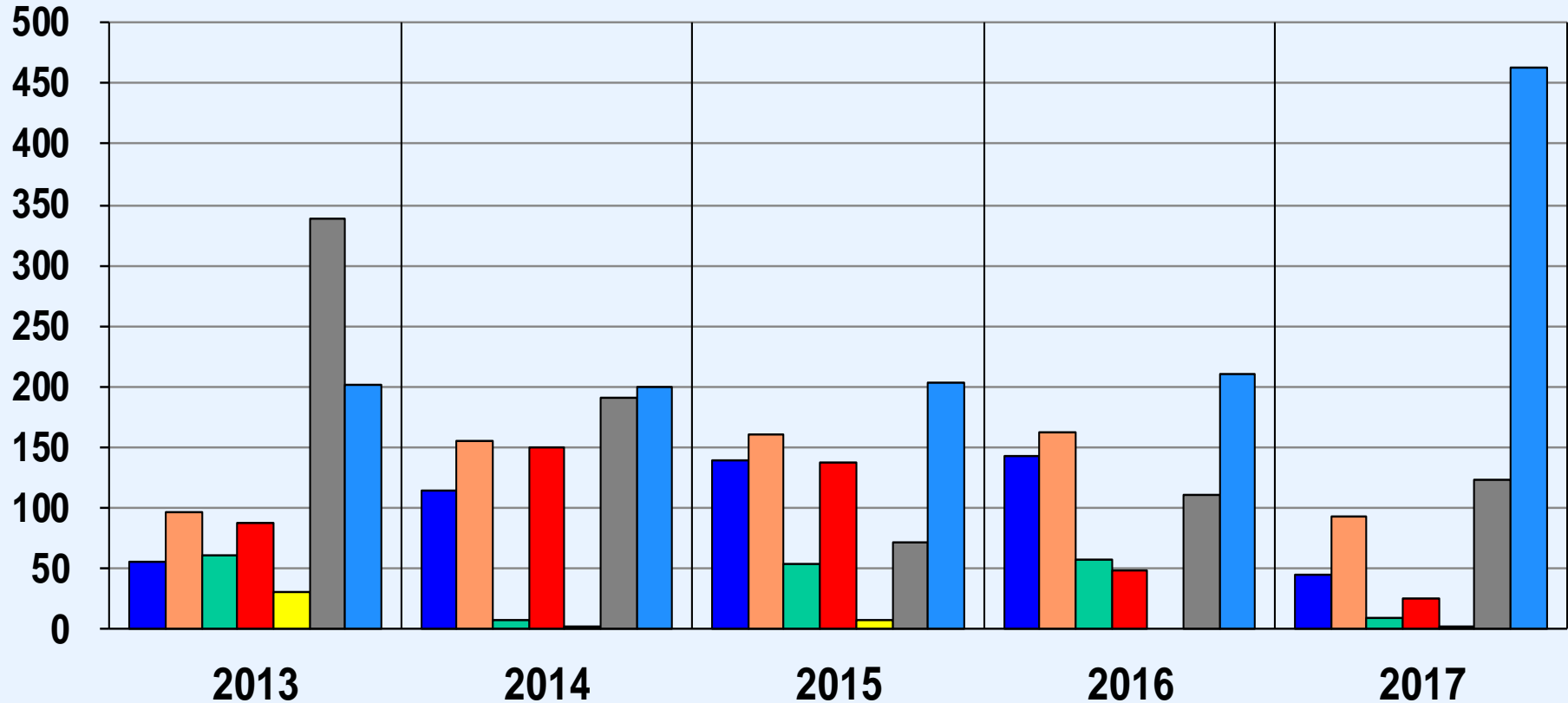
Number of Large Claims per LoB 2013 - 2017



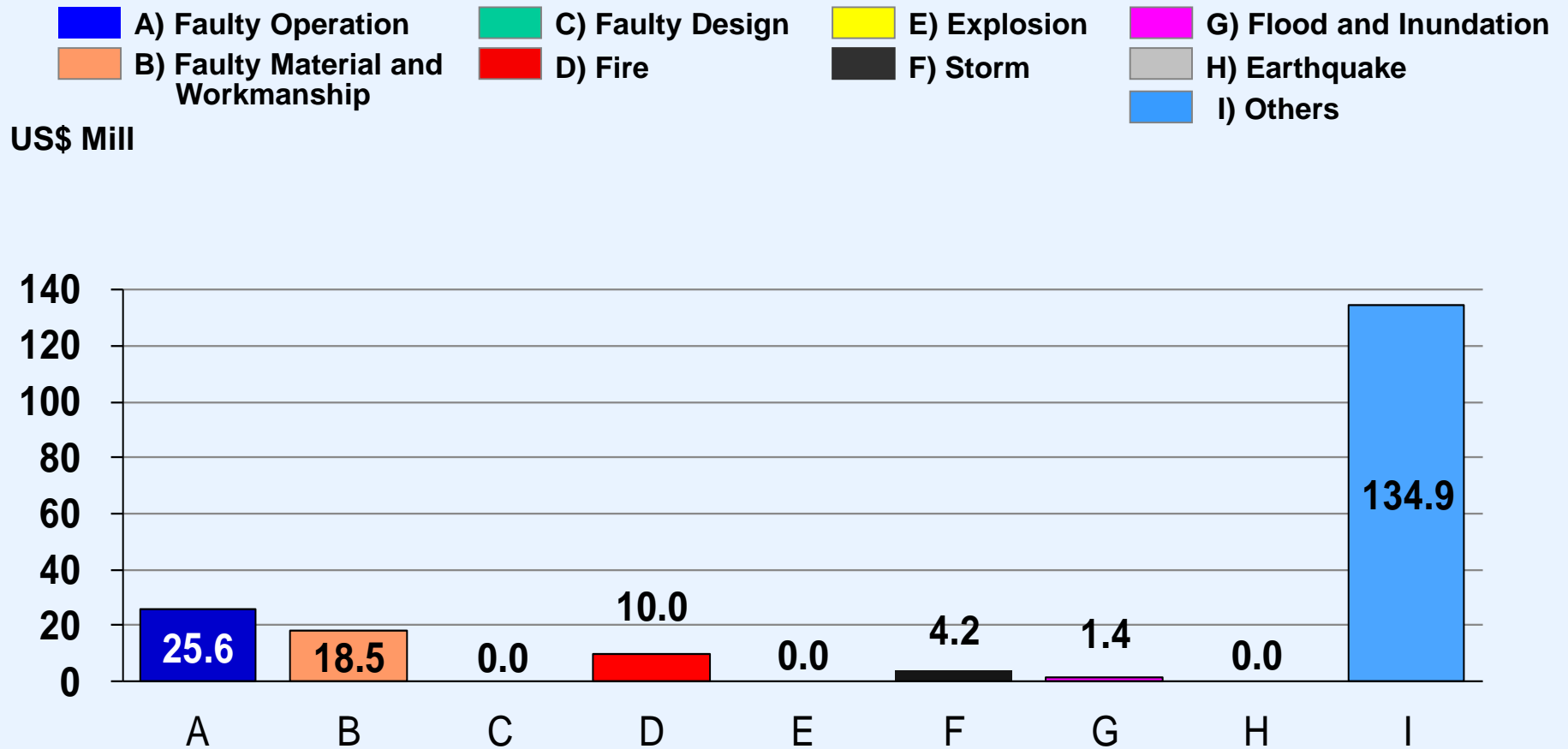
Large Claims - Cause of Loss: all LoB 2013 - 2017



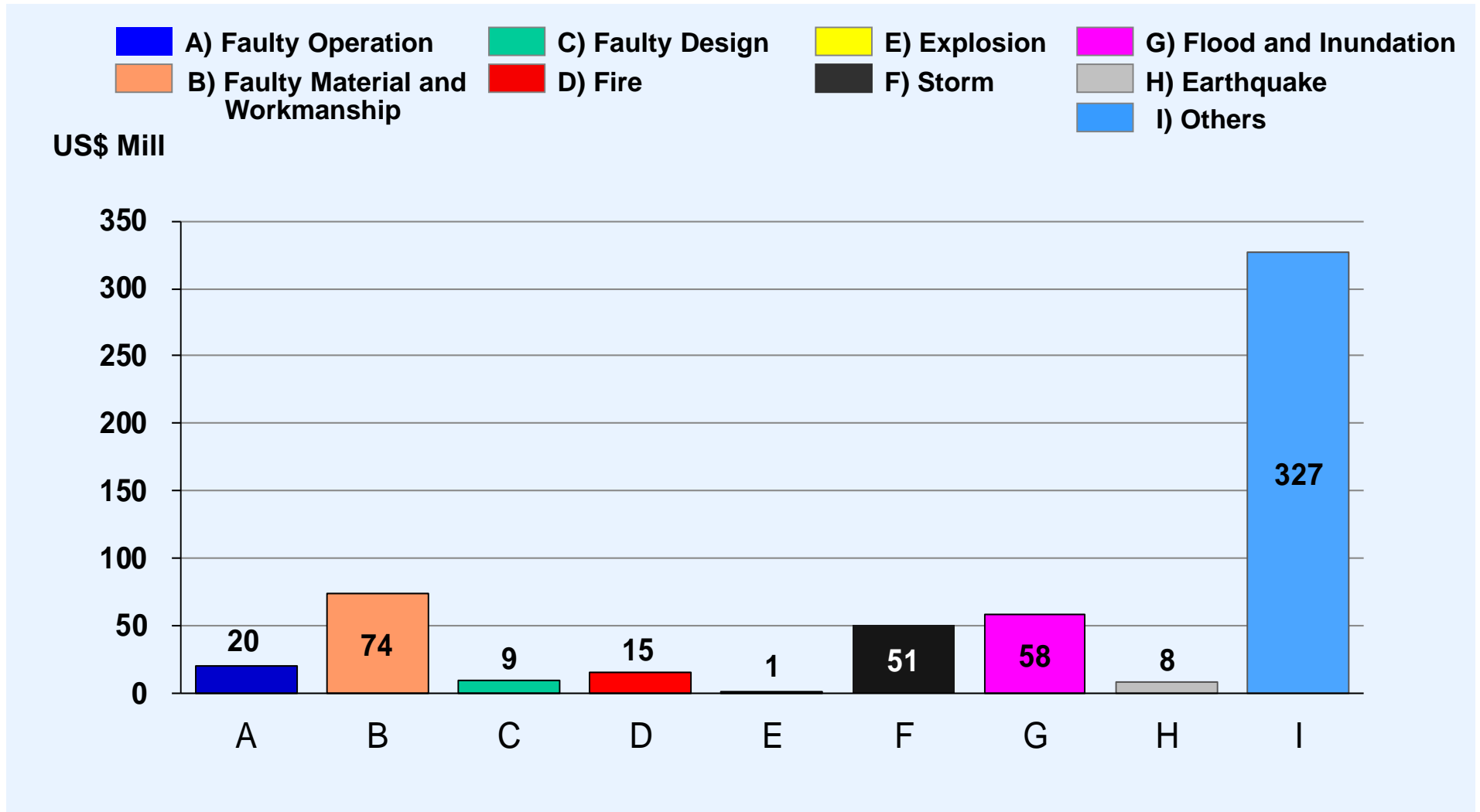
US\$ Mill



Large Claims - Cause of Loss: MB, BE, LoP, O 2017



Large Claims - Cause of Loss: EAR, CAR, ALoP 2017



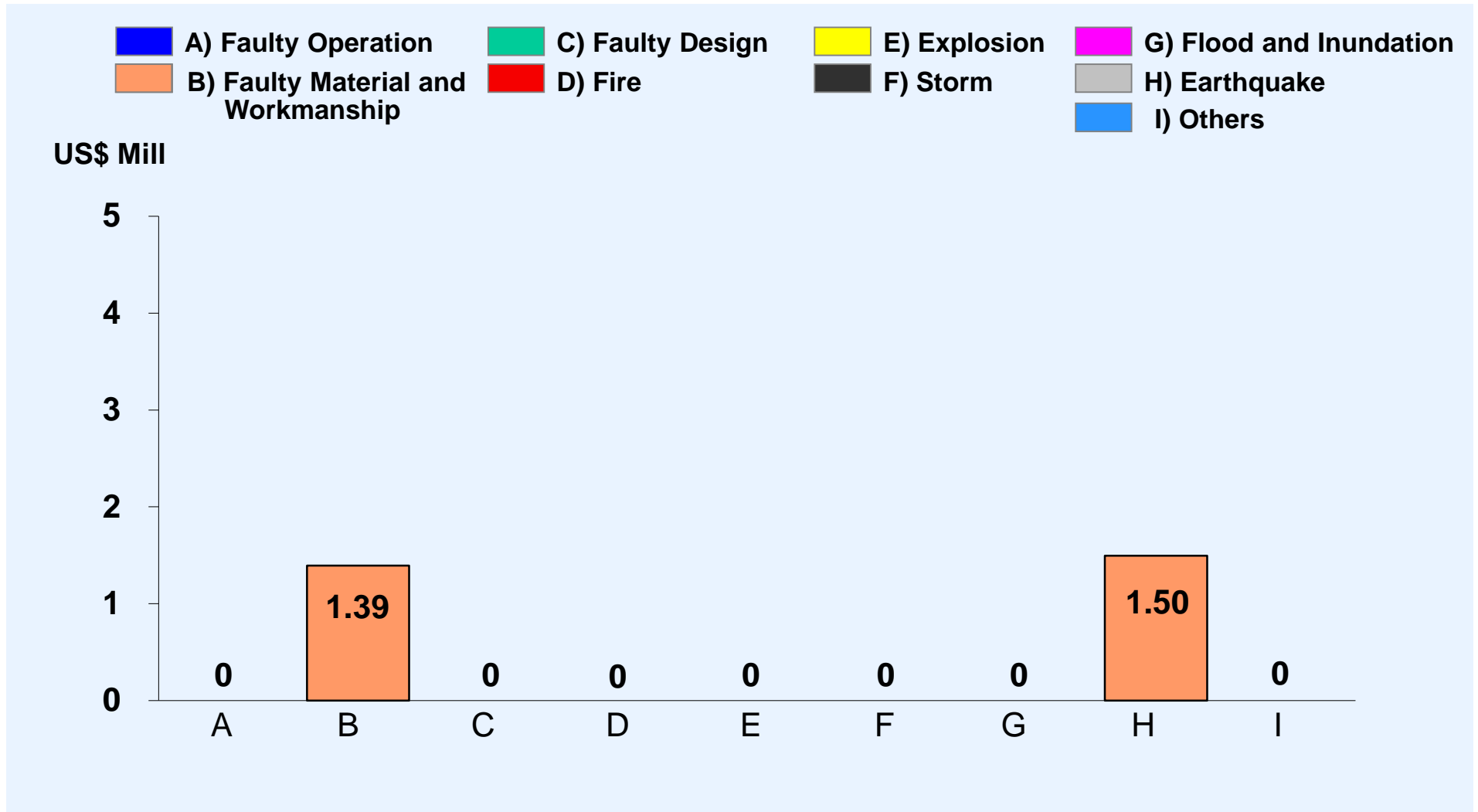
Large Claims - Cause of Loss: EEI 2017

- A) Faulty Operation
- B) Faulty Material and Workmanship
- C) Faulty Design
- D) Fire
- E) Explosion
- F) Storm
- G) Flood and Inundation
- H) Earthquake
- I) Others

US\$ Mill



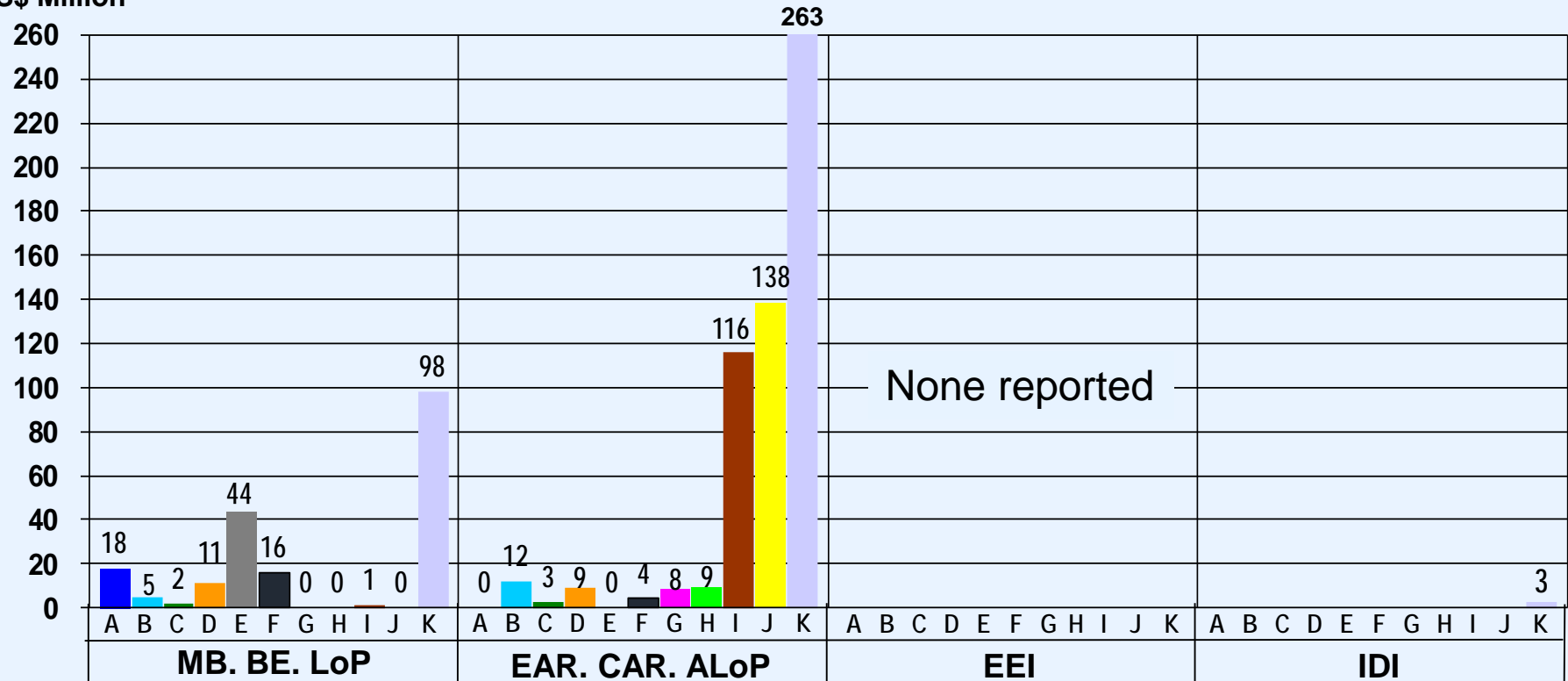
Large Claims - Cause of Loss: IDI 2017



Large Claims – Main Items affected per LoB 2017

- A) Turbo Generator Sets
- B) Boilers and Pressure Vessels
- C) Compressors and other mechanical plants
- D) Electrical Machines and Equipment
- E) Production Machinery and Process Equipment
- F) Lifting and Transportation Equipment
- G) Chemical Plants
- H) Electronic Equipment
- I) Civil Engineering Works
- J) Erection of Plants
- K) Other Property

US\$ Million



Key to the abbreviations

ALoP	Advance Loss of Profits (DSU)
BE	Boiler Explosion
CAR	Contractor's All Risks
EAR	Erection All Risks
EEI	Electronic Equipment Insurance
IDI	Inherent Defects (Decennial) Insurance
LoB	Line of Business
LoP	Loss of Profits (MLoP)
MB	Machinery Breakdown
O	Others (Operational, CPM)

Please note

All figures are based on information supplied to IMIA by its Member countries. It should be borne in mind that these figures may not always contain IBNR provisions, and that premium patterns may vary between reporting member countries and companies.

Inherent Defects Insurance (IDI), also called Decennial Insurance in French speaking countries, is written only in a few countries. It is a compulsory class of business in some of these. Due to the different legal situation and others specifics, the scope of cover varies greatly from country to country. Therefore any attempt to make comparisons is very difficult and may lead to wrong conclusions.

Since IDI contracts grant cover for material damage caused by latent defects for a period of (usually) ten years as from completion of the contract works, special attention needs to be given to the issue of premium earning patterns during the policy duration. These patterns vary considerably from country to country and are even regulated in some of them by the insurance supervisory body. IMIA is not in a position to reflect the various regulations governing the administration of this line of business in the various countries nor can IMIA validate the method used by its members in establishing their figures.

Therefore IMIA recommends to adopt particular care when drawing conclusions from premiums, claims figures and loss ratios reported herein especially in respect of IDI. For further details it is recommended to contact the IMIA-delegate from a particular member country to obtain more accurate information on the particulars of a specific line of business in his country.