



Relevance for (Re)Insurers



• <u>U.S. and Caribbean</u>. Rank as the region's costliest natural disaster.



 Asia. Rank as the most costly and deadly natural disaster affecting much of Japan, South Korea, Taiwan, the Philippines, and coastal areas in other SE Asian countries.



<u>Australia and SW Pacific</u>. Rank as a significant cause of natural disaster loss.

NATURAL HAZARDS IN A WARMER WORLD



<u>Losses</u>

- U.S. Hurricane annual damage bill 1950-2003 is estimated as US \$ 5.1 bn (economic), US \$ 2.6 (insured) at 2004 \$.
- <u>Asia.</u> Typhoon annual damage bill (1990-2001) is US \$3.5 bn (economic) at 2004 \$.



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NATURAL HAZARDS IN A WARMER WORLD





Natural Hazards in a Warmer World Workshop for Under 35s Reinsurance Group





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Future Risk to (Re)Insurers?

Although uncertainties remain, the vast majority of future hurricane losses in the U.S. and Caribbean are thought to continue to result from <u>natural interannual and decadal climate</u> variability and not from global warming.

Since traditional insurance policies are set for the year ahead (or at most out to five years) the impact of global warming on risk over this timescale will be <u>small or negligible</u>.

NATURAL HAZARDS IN A WARMER WORLD

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