

MID-YEAR REINSURANCE REVIEW: KEY FINDINGS

A TRANSITIONING REINSURANCE MARKET MET CEDENT DEMAND



While placements were completed with adequate capacity, individual risk factors heavily influenced outcomes.

CATASTROPHE BONDS ARE EXPERIENCING A RECORD FIRST HALF OF THE YEAR



51
unique bonds

USD 12.2
billion in limit placed

Taking the total outstanding notional amount to **USD 45.2 billion.**

PROPERTY RATES TRENDING DOWN; SOME UPPER LAYERS DOWN 10% OR MORE

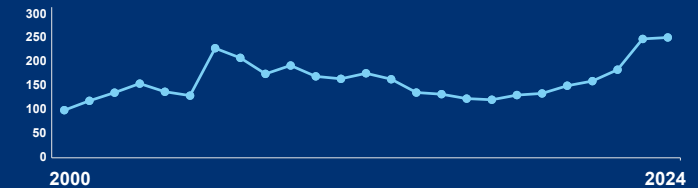
10%

Global property catastrophe reinsurance risk-adjusted rates at mid-year were generally flat to down mid- to high-single digits. In some cases, upper layers were risk-adjusted down 10% or more for non-loss impacted accounts.

US PROPERTY CATASTROPHE RATE ON LINE INDEX NEAR FLAT FOR 2024



+1.2%



A decrease from the index value at January 1, outcomes were impacted by decreased pricing at mid-year with stable retentions.



DIFFERENTIATION IS KEY FOR OPTIMAL CASUALTY OUTCOMES

- **Limits management**—judicious limit utilization over time
- **Portfolio composition**—shifts that drive reduced volatility
- **Underwriting appetite changes**—impact of risk selection in results
- **Rate change achieved**—compounded impact of positive rate change
- **Portfolio performance**—ensure data-driven assumptions are used in reinsurer pricing

SIGNIFICANT INSURED LOSSES



USD 51 BILLION

The total insured losses for the first half of 2024 currently aggregate to over USD 51 billion.

This a preliminary loss estimate and is expected to increase.