



4D Training

Property Catastrophe Excess of Loss Reinsurance

Who would benefit?

This course is designed principally for delegates who already have a basic knowledge of the subject matter or who are involved with direct insurance and looking to develop a better working knowledge of property reinsurance. This course explains Catastrophe Excess of Loss Reinsurance and why this type of reinsurance is purchased in the International Reinsurance market. It will provide a description of London market practice, examine some major wordings considerations and provide an introduction to rating methods and issues.

Objective

At the end of the day attendees will understand the functions and operation of Property Event or Catastrophe Excess of Loss Reinsurance, including principal operating clauses, their purposes and application

Content

- What is Event excess of loss reinsurance and what makes it different.
- The need for protection and appropriate applications
- Identifying event exposure – where, how big and how often will a loss be?
- What is protected – the need to define the “retained account”
- Establishing suitable limits and retentions
- The advantages and disadvantages to both Reinsureds and Reinsurers
- Key operating clauses – their purpose and operation including the concept of
- Ultimate Net Loss and the impact and importance that 'Event' definition can have
- Pricing – the factors influencing rating decisions and suitable calculation methods
- Does it work? A study of the allocation of losses to selected catastrophe
- protections and the potential problems that can arise

Duration

One day