

2009 PREMIUM PREDICTION

- ONE INSURER PREDICTS;
 - 2009 Premium Increase of 15%
 - 2010 Premium Increase of 20%
 - 2 year Premium Increase of 38% minimum
- COMPARE THIS TO 2003;
 - 2003 Premiums Increased by 21%
 - 2002 Premiums Increased by 34%
 - 62% Premium Increase in 2 Years
- Other insurers predict bigger increases for 2009



2009 RENEWAL – ONE INSURERS' PROJECTION

CURRENT ANTICIPATED POSITION

• Declared Income	£226,008,008
• Insurer Costs and Expenses	£ 45,201,602
• NPW	£180,806,406
• Claims (optimistic estimate)	£225,000,000
• Profit / Loss	(£ 44,193,594)

INSURER PROJECTION TO REMEDY

• Catastrophe Loss allowance	£ 25,000,000
• Profit (shareholders expect!)	£ 14,800,000
• Total	£310,020,090
• <i>37% increase required to deliver some profit and allow for catastrophe loss</i>	