

Dysfunctional Family

Soft Reinsurance Market and
What We Could Do About It

Seminar on Reinsurance,
Boston, June 6th-8th, 2004

Speakers

PANEL

- Paul Kneuer, FCAS, MAAA, Holborn
- Rich Lino, FCAS, MAAA, Pinnacle Actuarial Resources
- Isaac Mashitz, FCAS, MAAA, Swiss Re America

MODERATOR

- Sarah Krutov, FCAS, MAAA, SCOR Re

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Situation:
**Enormous adverse
reserve development**

\$14 billion in 2003

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Situation:
**Dramatic increase in number
of actuaries employed by
Reinsurance Industry**

Year	Number of Actuaries
1989	100
1992	148
2002	465

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Situation:
**Public criticism of actuaries
by rating agencies and
industry analysts**

- S&P: "Actuaries are signing off on reserves that turn out to be wildly inaccurate, it's an abysmal track record."
- Morgan/Stanley: "Many actuaries...are too quick to disclaim responsibility for companies failures or reserve shortfalls."

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**HOW DID WE GET
HERE???**



**WHAT DO WE DO
ABOUT IT???**
