Additional background note for Senate Estimates, 16th February 2023

1. Tropical Cyclone Gabrielle (and other declared cyclones since 1st July, 2022)

- TC Gabrielle was deemed to have commenced as an event by the Bureau of Meteorology at 11am AEST on Thursday 9th February 2023, and concluded at 3am AEST on Sunday, 12th February 2023, a period of 64 hours or 2 days, 18 hours.
- Three claims to date have been reported to ARPC by an insurer which has exposure on Norfolk Island.
- ARPC exposure on Norfolk Island is 117 total policies and total sum insured of \$80 million.
- ARPC catastrophe model estimate for potential damage is less than \$271,000 based on the modelled loss estimate.
- TC Darian was deemed to have commenced as an event by the Bureau of Meteorology at 5pm AEST on Sunday18th December 2022, and concluded at 10pm AEST on Sunday, 30th December 2022, a period of 12 days and 5 hours.
- TC Ellie was deemed to have commenced as an event by the Bureau of Meteorology at 7pm
 AEST on Thursday, 22nd December 2022, and concluded at 10am AEST on Friday, 23rd
 December 2022, a period of 15 hours.

2. Update on insurers currently with the cyclone pool

Allianz

- Home Insurance including Allianz, Westpac, and TIO brands
- o Reinsurance agreement Allianz Australia Insurance
- o On risk from 1 January 2023

Sure Underwriting Agency

- o Home Insurance and Strata Insurance
- o Reinsurance agreement Liberty Speciality Markets, and Pacific International
- o On risk from 1 January 2023

3. Discussions with other insurers

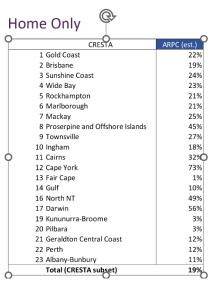
Communications with large insurers in progress, namely IAG, Suncorp, QBE, RACQ, Hollard, Youi, Auto and General, RAC(WA). These insurers have been provided:

- The information needed for contract schedule;
- An updated reinsurance contract; and
- A proposal to organise recurring meetings with ARPC;

4. ARPC cyclone reinsurance exposure from 1 January 2023

- Total number of consumer policies covered 844,931;
- Total sum insured covered \$436 million;
- ARPC market share of low, medium and high risk CRESTA zones is 19% of sum insured, approximately; and
- ARPC total cyclone reinsurance premium for transferred risks is \$48 million.

Estimated Insurer Market Share



 Overall ARPC's market share is estimated across these CRESTAs to be 19%

Note: CRESTA Zones (Catastrophe Risk Evaluation and Standardising Target Accumulations) are part of an international geographic zoning system which helps brokers and reinsurers manage natural hazard risk.