



12.10.2022

Event Report

CSA Insurance Linked Strategies CSA Insurance Linked Strategies Fixed

Hurricane Ian Second Update October 2022

Dear Investor,

Today's weekly estimated performance for September 2022 is based on the Cat Bond market prices as of 30 September 2022 as well as the current impact assessment on private ILS transactions from the independent valuation agent. The respective valuation on the private ILS transactions reflects an insurance loss of approx. USD 70 billion, including estimated losses from the National Flood Insurance Program (NFIP), as described in the previous event report. This insurance loss estimate is at the upper end of the predictions of the various reinsurance market participants.

Please be aware that the current valuation of Cat Bonds as well as private ILS transactions are primarily based on modeled losses and not yet based on actual claims reporting. Therefore, we expect to see some fluctuation in the estimated insurance losses in the near future.

We are following the claims reporting from the insurance companies in Florida very closely. With the preliminary data from the first 10 days and the comparison to Hurricane Irma (2017), it appears that there could be a disconnect between the modeled insurance losses and the situation on the ground. The number of claims reported from insurance companies related to Hurricane Ian would indicate similar insurance losses related to wind damage like for Hurricane Irma, which was around USD 25 billion rather than the modeled insurance losses, which estimate insurance losses from wind damage of up to USD 74 billion. However, the claims reporting process could be slower compared to Hurricane Irma, because damaged properties from Hurricane Ian are mainly located in coastal areas, which can be difficult to access.

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We are continuing to monitor this event and remain in contact with our counterparties and market experts to assess further evolution of insurance losses and will keep you updated on significant developments. In the meantime, please do not hesitate to contact us if you have any questions.

Kind regards,

Credit Suisse Insurance Linked Strategies Ltd

Source: Credit Suisse

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