



Australian Government

Australian Reinsurance Pool Corporation

TERRORISM RISK AND INSURANCE MARKETS IN 2012

An invitation-only meeting organized under the aegis of
the OECD Board on the Financial Management of Large-Scale Catastrophes and the
Australian Reinsurance Pool Corporation

5 DECEMBER 2012

OECD HEADQUARTERS - PARIS, FRANCE

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PURPOSE OF THE SECOND INTERNATIONAL MEETING ON TERRORISM RISK INSURANCE

How is the terrorism threat evolving today? Are organizations preparing for this risk? Do current insurance solutions adequately answer the needs of market players in an ever-changing risk context? What is the future of temporary national terrorism insurance programs?

After the success of the first OECD conference on terrorism risk insurance, this meeting is meant as an attempt to cope with these questions and review the current status of terrorism risk insurance programs and markets in different countries. It will also provide a neutral forum for policy dialogue on current and emerging challenges for the heads of terrorism insurance programs worldwide and decision makers from the public sector, industry (insurers, reinsurers, brokers, risk modelling firms, risk managers) and leading research institutions.

This invitation-only conference is organised under the aegis of the OECD High Level Advisory Board on the Financial Management of Catastrophes, in cooperation with the Australian Reinsurance Pool Corporation.

Following the events of September 2001, the OECD had developed a large portfolio of activities on the financial management of terrorism risk. The first international conference on terrorism risk insurance was organized in 2010. Today, two thirds of the 34 OECD Member countries rely on the insurance market to manage terrorism risk, as nearly all non-member countries. One third of them have established a national terrorism insurance program to financially cover possible economic consequences of future terrorist attacks. Some of these schemes are very recent, such as the Danish terrorism insurance scheme created two years ago. Some are set to expire in the coming years unless renewed, and will thus be assessed. Meanwhile, recent geopolitical events impact the terrorism threat at local and global level. It is time for a new review.

The meeting is held at: The OECD Conference Centre
2, rue André Pascal
75775 Paris Cedex 16, France
Tel: 33 (0)1 45 24 82 00
www.oecd.org/conferencecentre

On arrival, you must register at the Reception desk to obtain a visitor's badge. Please bring photo identification (**personal identity card/driving licence/passport**) with you.

Please arrive 30 minutes in advance of the start of the meeting to allow sufficient time for the registration/security formalities. **For security reasons, you must wear your visitor's badge at all times.**

For more information on OECD activities on catastrophe risks see:
www.oecd.org/daf/fin/catrisks

AGENDA
Wednesday, 5 December, 2012

8.15.-8.45	REGISTRATION
8.45-9.00	WELCOME REMARKS Richard Boucher, Deputy Secretary-General, OECD Erwann Michel-Kerjan, Professor and Managing Director, Risk Management and Decision Processes Center, The Wharton School, USA; Chairman of the OECD Board on the Financial Management of Large-Scale Catastrophes
9.00-10.40	SESSION 1: PROGRESS IN TERRORISM RISK MODELLING <i>Chair: Milan Simic, Managing Director, AIR*</i> <ul style="list-style-type: none">• The economics of business interruption insurance against terrorism Adam Rose, Coordinator for Economics, Center for Risk and Economic Analysis of Terrorism Events (CREATE), USA• Predicting the unpredictable: probabilistic risk estimation for terrorism risk in Germany Dirk Harbrücker, Member of the Executive Board, Extremus, Germany & Joachim Weihe, Deputy Head Germany 1, Head Health & Life Reinsurance, Aon Benfield Germany• Progress in terrorism risk modelling and its possible implications David Matcham, CEO, ARPC, Australia• New insights into the NBCR terrorism modelling : CCR approach for the French insurance market Laurent Montador, Senior Vice President, CCR, France• The Insurability of political violence Robert Muir-Wood, Chief Research Officer, Risk Management Solutions• Counter-terrorism constraints on terrorism pool losses Gordon Woo, Catastrophist, Risk Management Solutions Q&A
10.40-11.00	COFFEE BREAK

* Member of the OECD High Level Advisory Board on the Financial Management of Catastrophes

<p>11.00-12.20</p>	<p>SESSION 2: INSURING AGAINST TERRORISM: A RISK MANAGER PERSPECTIVE <i>Chair: Franklin Nutter, President, Reinsurance Association of America, USA*</i></p> <ul style="list-style-type: none"> • Adapting terrorism risk insurance solutions to multinational activities Rémi Pendaries-Issaurat, Risk Manager, Accor Miguel Luque Herrán, Director of Insurance, Repsol • The challenge of protecting critical infrastructures Michael Schuller, Corporate Finance Director & Head of Investor Relations, Eurotunnel David Gasson, Secretary General, International Union of Aerospace Insurers (IUAI) Elizabeth Holton, Consultant, Risk Management & Insurance, International Air Transport Association (IATA) <p>Q&A</p>
<p>12.20-13.30</p>	<p>LUNCH BREAK (lunch boxes will be provided to participants)</p>
<p>13.30-14.55</p>	<p>SESSION 3: LATEST EVOLUTION OF THE TERRORISM THREAT <i>Chair: Erwann Michel-Kerjan, Professor and Managing Director, Center For Risk Management, The Wharton School, USA; Chairman, Board of the OECD International Network on the Financial Management of Large-Scale Catastrophes</i></p> <ul style="list-style-type: none"> • Trends in terrorism threat in the Netherlands Niek Bos, Manager, Dutch Terrorism Risk Reinsurance Company (NHT) & Laurens van der Varst, Advisor at COT Institute for Crisis Management, Netherlands • The evolving global terrorism threat: a view from Spain and across the Mediterranean Fernando Reinares, Senior Analyst on International Terrorism at Elcano Royal Institute and Professor of Political Science at King Juan Carlos University, Spain • The terrorism threat in 2012: global perspective Bruce Hoffman, Director of the Center for Security Studies, Director of the Security Studies Program and Professor at Georgetown University's Edmund A. Walsh School of Foreign Service, USA <p>Q&A</p>

14.55-16.20	<p>SESSION 4: EVOLUTION OF NATIONAL TERRORISM SCHEMES AND PRIVATE (RE)INSURANCE SOLUTIONS <i>Chair: Alberto Monti, Professor of Law at Institute for Advanced Study IUSS Pavia*</i></p> <ul style="list-style-type: none"> • Terrorism insurance in the US and the future of TRIA Franklin Nutter, President, Reinsurance Association of America, USA • The evolution of GAREAT: what is at stake Laurent Montador, Senior Vice President, CCR, France Christiane de Bondy Soper, Secretary General, GAREAT, France • Pool Re: A 20th anniversary review Steve Atkins, Chief Executive Officer, Pool Re, UK • Insuring terrorism risk in India Bhavani Natarajan Narasimhan, Manager, Indian Terrorism Pool, General Insurance Corporation of India • Terrorism (re)insurance market trends: global perspective David Flandro, Managing Director, Global Business Intelligence, Guy Carpenter Peter Buetikofer, Head of Property Centre Reinsurance, Swiss Re <p>Q&A</p>
16.20-16.40	<p>COFFEE BREAK</p>
16.40-18.15	<p>SESSION 5: ARE WE PREPARED TO FACE EMERGING CHALLENGES <i>Chair: Steve Atkins, Chief Executive Officer, Pool Re, UK*</i></p> <ul style="list-style-type: none"> • Insuring cyber and nuclear terrorism risks: where do we stand? On cyber terrorism: Bruce Schneier, Founder and Chief Technology Officer of BT Managed Security Solutions On insurance of nuclear terrorism risks: François Vilnet, President, APREF, France Roundtable discussion • Terrorism and operating losses across borders : interdependencies and suppliers default Dirk Harbrücker, Member of the Executive Board, Extremus, Germany Christiane de Bondy Soper, Secretary General, GAREAT, France Roundtable discussion
18.15-18.25	<p>CONCLUDING SESSION</p> <p>Joseph Gersh, Chairman, Australian Reinsurance Pool Corporation, Australia André Laboul, Head of Financial Affairs Division, OECD Cécile Vignial, Principal Administrator, OECD</p>
18.30	<p>Cocktail hosted by ARPC, Marshall Room</p>